

## SICO Kingdom Equity Fund

Fact Sheet - March 2012

NAV USD 11.61 ↑ 6.0%

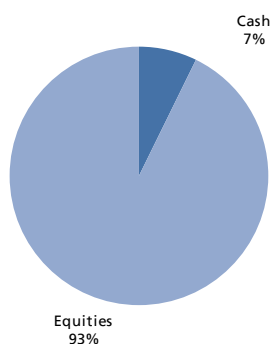
## Manager's Commentary

GCC markets as measured by the S&P GCC Index maintained their positive momentum for the third month in a row. This is primarily attributable to the Saudi market's rise of 7.7% during March and 22.1% year to date. Kuwait also followed the trend and closed up 2.6%, while Qatar ended the month with marginal gains. The rest of the GCC markets retreated.

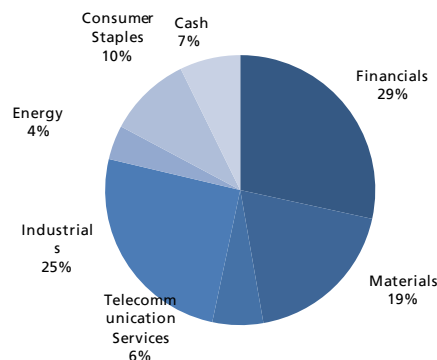
The Saudi market's performance was again driven by a mix of blue chip, speculative, and small-cap companies. The two notable sectors which contributed to the rally were banks and chemicals, which together accounted for half of the returns for Tadawul Index. Amongst banks top gainers were Alinma (27%) and Bank Al Jazira (21%), while Kayan (21%) and Tasnee (13%) were amongst the top performers in petrochemicals. Furthermore the likes of Dar Al Arkan (43%) and Emaar Economic City (38%) also played their part in pushing the market higher.

The NAV of your fund appreciated by 6% during March, while year to date the fund has returned 15.6%. In the first quarter the fund's returns have been lagged the benchmark primarily due to the rally in the speculative and low quality names, which contributed approximately one third to the benchmark's return. During the month, we further reduced exposure to certain stocks which appreciated and were trading close to their fair values and increased our cash allocation. Given that the recent rally was fuelled by small-cap and speculative stocks we expect markets to take a breather. This will provide us opportunity to deploy cash in large cap, blue chip companies whose performance has lagged so far.

## Asset Allocation



## Sector Allocation



## Key Statistics

|                                     | Fund          | Index         |
|-------------------------------------|---------------|---------------|
| Price to Earnings Multiple TTM (x)  | 12.9          | 15.5          |
| Price to Book Multiple Latest (x)   | 2.9           | 2.2           |
| Return on Equity TTM (%)            | 21.8          | 14.0          |
| Dividend Yield—2011 (%)             | 3.4           | 3.2           |
| Number of Holdings                  | 25            | 145           |
| Annualized Return (%)               | 13.7          | 19.6          |
| Annualized Standard Deviation (%)   | 14.3          | 18.0          |
| Largest Monthly Gain (%)            | 7.6 (Mar 11)  | 10.5 (Mar 11) |
| Largest Monthly Loss (%)            | -6.5 (Aug 11) | -6.5 (Aug 11) |
| % Positive Months (%)               | 57            | 64            |
| 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 |
|----------------------------------|------|---------|
| Mar 2012                         | 6.0  | 7.7     |
| YTD (Jan– Mar)                   | 15.6 | 22.1    |
| 2011 (Feb – Dec)                 | 0.4  | 0.9     |
| Last 3 Months                    | 15.6 | 22.1    |
| Last 6 Months                    | 20.5 | 28.2    |
| Last 1 Year                      | 12.6 | 19.4    |
| Last 3 Years                     | NA   | NA      |
| Last 5 Years                     | NA   | NA      |
| Since Inception (Feb 11— Mar 12) | 16.1 | 23.2    |

## 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     | (%) |
|---------------------|------------|-----|
| Ethiad Etisalat     | Telecoms   | 6.1 |
| Banque Saudi Fransi | Financials | 5.4 |
| SAMBA               | Financials | 5.4 |

## Risk Statistics

|                        |      |
|------------------------|------|
| Standard Deviation (%) | 14.3 |
| Sharpe Ratio           | 0.7  |
| Tracking Error (%)     | 4.5  |
| Information Ratio      | -1.3 |
| Alpha (%)              | -2.2 |
| Beta                   | 0.8  |

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