

HSBC Saudi Construction and Cement Equity Fund – HCC

Monthly Factsheet

as of 30 September 2016

Profile

The fund aims to achieve capital growth, over the medium to long term, by investing in a portfolio of selected Saudi construction and cement equities in companies listed on the Saudi Equity Market.

Top Holdings

Stock	Weight %	Sector
Saudi Cement Co.	14	Cement
Southern Province Cement Co.	10	Cement
Yanbu Cement Co.	9	Cement
Arabian Cement Co.	9	Cement
Umm Al-Qura Cement Co.	8	Cement

Fund Composition

Sector	Funds Weight in Sector (%)
Cement	73.84
Building & Construction	22.27
Cash	3.89

Contact Details

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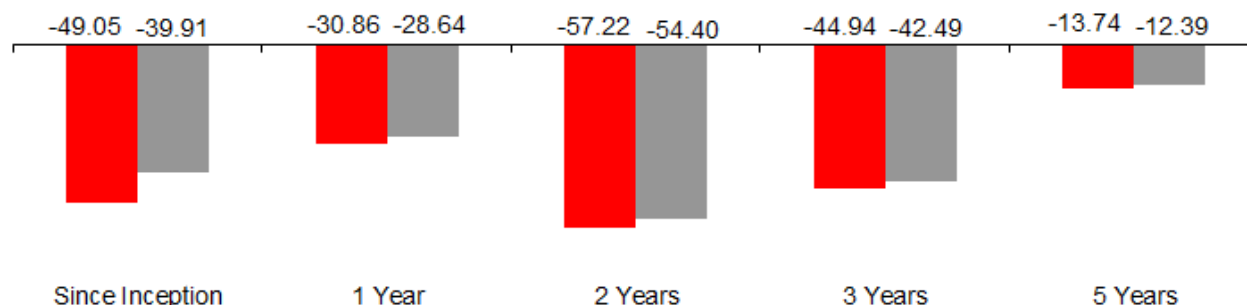


Fund Details

Fund Manager	HSBC Saudi Arabia Ltd.
Inception Date	24 May 2008
Inception Price	SAR 10
Fund Type	Open ended
Investment Policy	Active Management
Base Currency of the Fund	Saudi Riyal
Risk/Return Profile	High
Benchmark	HSBC Cement & Construction Index (Total Return)
Bloomberg Code	SABCONS
Zawya Code	HSBSCCE.MF
Fund Size (SAR)	17 Million
Minimum Initial Investment	SAR 5,000
Minimum Additional Investment	SAR 2,500
Valuation Day	Every Business Day in KSA
Cut off Time	At 1:30 PM KSA time on any business day
Redeemed Funds Payment	2 business days following the applicable valuation day
Annual Management Fee	1.7%
Subscription Fee	Up to 2%

Performance as of 29 September 2016

	Since Inception	1 Year	2 Years	3 Years	5 Years
	% Chg	% Chg	% Chg	% Chg	% Chg
■ HSBC Saudi Construction and Cement Equity Fund	-49.05	-30.86	-57.22	-44.94	-13.74
■ HSBC Cement & Construction Index (Total Return)	-39.91	-28.64	-54.40	-42.49	-12.39



Please note that the above figures refer to past performance and that past performance is not a reliable indicator of future results. The investment performance of the fund is calculated on a total return basis (i.e. with the cash dividend reinvested). The data is based on the last calculated NAV of the Fund for each month and the value of the benchmark on the corresponding day.

Fund manager comments

Review

For the month of September 2016, TASI declined by 7.5%, driven by the negative performances of Building and Construction, Insurance, Real Estate and Telecom sectors, which declined by 16.1%, 11.6%, 10.9% and 7.7% respectively. We believe that the main reason behind this steep drop is the Saudi government allowance cut for the public sector in late September. The fund dropped by around 8.6% in September, underperforming the index by around 0.5%. On YTD basis, the fund dropped by 21.5%, underperforming the benchmark by around 3.1%.

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