

HSBC Saudi Arabia

HSBC Saudi Equity Fund – SEF

Monthly Factsheet

as of 31 March 2018

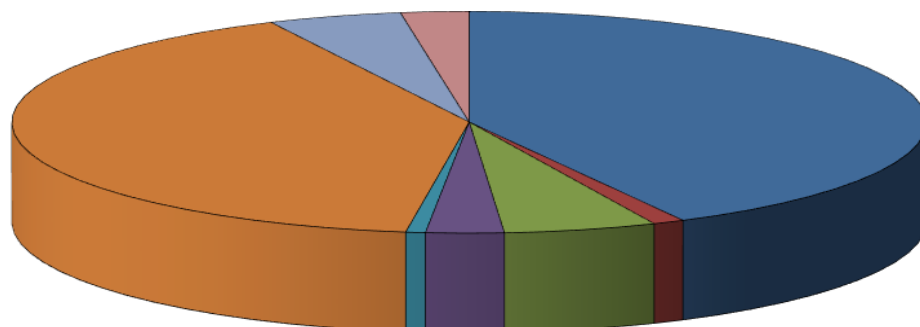
Profile

The fund aims is to achieve capital growth by investing in companies listed on the Saudi Equity Market over the medium to long term.

Top 10 Holdings (as of 1st valuation day of 1st Quarter 2018)

Stock	Weight %	Sector
Al-Rajhi Bank.	9	Banks
Saudi Basic Industries Corp	9	Materials
National Commercial Bank	7	Banks
SAMBA Financial Group	6	Banks
Saudi Fransi Bank	6	Banks
Yanbu National Petrochemical	5	Materials
Saudi British Bank	5	Banks
Advanced Petrochemical Co	5	Materials
The Company for Cooperative Insurance	4	Insurance
Saudi Industrial Investment Group	4	Materials

Fund Composition (as end of March 2018)



■ Banks 42.28%	■ cash 1.11%
■ Food Beverage & Tobacco 5.39%	■ Health Care Equipment & Servis 2.75%
■ Insurance 0.69%	■ Materials 40.64%
■ Telecommunication Services 4.74%	■ Retailing 2.41%

Contact Details

HSBC Saudi Arabia

Local and International Investors

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Fund Details



Fund Manager	HSBC Saudi Arabia
Inception Date	12 December 1992
Inception Price	SAR 10
Fund Type	Open ended
Investment Policy	Active Management
Base Currency of the Fund	Saudi Riyal
Risk/Return Profile	High
Benchmark	TADAWUL All Shares Index
Bloomberg Code	SABSSEF AB
Zawya Code	HSBKSAE.MF
Fund Size (SAR)	142 Million
Minimum Initial Investment	SAR 5,000
Minimum Additional Investment	SAR 2,500
Valuation Day	Monday & Wednesday
Cut off Time	Before close of business; On Sunday for Monday valuation, and on Tuesday for Wednesday valuation.
Redeemed Funds Payment	2 business days after valuation day
Annual Management Fee	1.7%
Subscription Fee	Up to 2%

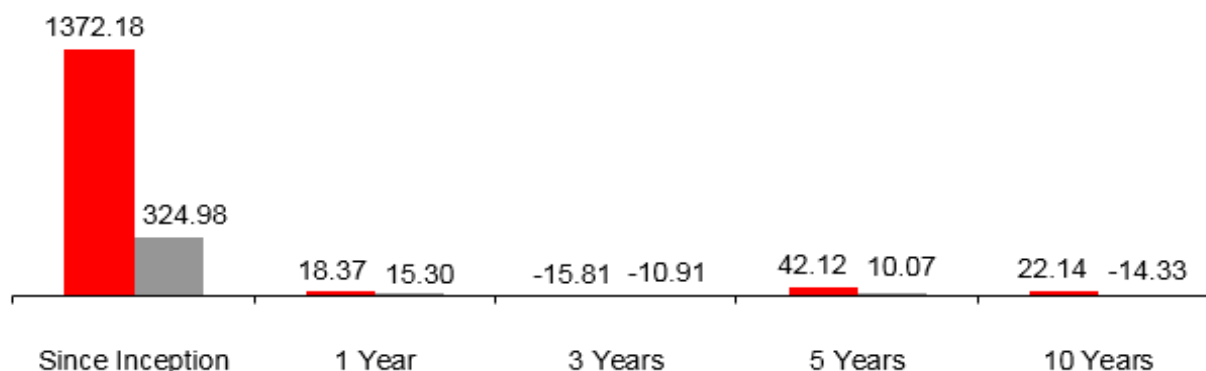
1st Quarter 2018 Financial Indicators

Percentage of Management fees and charges of 1Qtr18 to the average of the Fund's Net Asset Value	0.43%
Amount & percentage of profits distributed in the 1 st Quarter	NA
Fund manager's investment and percentage to the AUM of the Fund as end of March 2018	NA
Amount & percentage of 1Qtr18 dealing expenses to the Fund's average NAV	45,665 (0.03%)
Percentage of borrowings to Fund's NAV as end of March 2018	NA



Performance as of 28 March 2018

	Since Inception	1 Year	3 Years	5 Years	10 Years
	% Chg	% Chg	% Chg	% Chg	% Chg
 HSBC Saudi Equity Fund	1372.18	18.37	-15.81	42.12	22.14
 TADAWUL All Shares Index - TASI	324.98	15.30	-10.91	10.07	-14.33



	1st Qtr 18
Standard Deviation	4.64%
Sharpe Ratio	1.90

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), while the investment performance of the benchmark is calculated on a price return basis (i.e. does not include the cash dividend paid). 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

- During 1Q 2018, TASI had a positive performance of around 9.33%. Within the review period, Fund's NAV grew by around 10.79%, outperforming the benchmark by 1.46%. The outperformance of the fund can mostly be attributed to the fund's exposure to banks and petrochemical sectors which had a decent rally in the 1Q'18.
- During the quarter, Oil prices went up by 23% compared to the first quarter of last year hitting a new 3 years high, this was associated with growing geopolitical tensions post President Trump announcement of Iran nuclear deal withdrawal.
- The inclusion of Saudi Arabia in MSCI emerging market index should improve liquidity in the market as well as attract foreign investor's inflows which should help diversify the investor base and provide a new source of funding and liquidity to the market.

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