

Alinma Multi-Assets Balanced Fund

Approved by Alinma Sharia Board

الإنماء للاستثمار

alinma investment



April-2019

C. R. No. 1010269764 | CMA License No. 09134 - 37

Fund's Objectives & Strategy

Fund seeks to balance between equity and fixed income asset classes by investing at most 50% of Fund's assets into equity markets. Fund adopts a variety of investment strategies, which aims to achieve optimal distribution of assets types to neutralize negative impact on return. The Fund invests in the following asset classes: Equity, Murabaha, Structured Products, Sukuk and Funds.

Fund Manager's Commentary

The Saudi main market (market) ended April up again by 5.5% on monthly basis (up by 3.85% for previous month), closing at its highest closing level during the month at 9,304.20 (trading between 8,896.55 and 9,304.20). Market's P/E, P/B, and Dividend Yield as of end of month were approximately 21.15, 2.07, and 3.21% respectively (as reported by Bloomberg) compared to 13.53, 1.61, and 2.70% respectively for emerging markets (represented by MSCI EM Index covering large and mid-cap companies across emerging markets countries). The two largest sectors in the market, Banks and Material, ended the month up by 8.60% and 1.64% versus last month respectively. Other sectors closed the month between up by 17.33% (Software & Services) and down by 7.71% (Diversified Financials). Market capitalization increased by 4.74% to SAR 2,186.00 billion versus last month of which 5.65% is owned by foreign investors (up from 5.31% as of end of last month) while average daily traded value increased sharply again by 19.40% to SAR 3,510.91 million.

Brent price increased again this month by 6.63% closing at 72.06 USD/bar. Similarly, OPEC's basket ended the month also up again by 6.96% to 71.91 USD/bar.

On interest rate issue, FOMC and as expected kept its rate at the same level on its meeting on May 1st at the range 2.25% to 2.50%. On the local market, average of the Saudi Interbank rate for 6 months for this month was 2.95534% p.a. (down again by 1.47% versus last month average) and closing at 2.95000% p.a. (down again by 0.51% versus closing of last month).

Regarding IPOs, there was only one listing in the Main Market (TASI) during the month, that of Al Moammar Information Systems Co. on April 24th. Aside from that, there was no other listing or offering on the Main Market (TASI) nor on the Nomu-Parallel Market during the month.

Major factors that affected markets movements during the month included the continuing improvement in oil prices and investors reactions to announcements of Q1 2019 earnings. In addition, market was also awaiting other tranches from FTSE (excluding Aramco, full weight of the Saudi market is expected to be about 2.86% within the FTSE Emerging All Cap Index) that will be implemented during 2019 (one of them in April while the others are on June and September) and to be completed by the last tranche during March 2020. In addition, inclusion of the Saudi market into MSCI Emerging Markets Index (where the Saudi market will approximately have a weight of 2.6%, also excluding Aramco) will be in two tranches on May 2019 and August 2019.

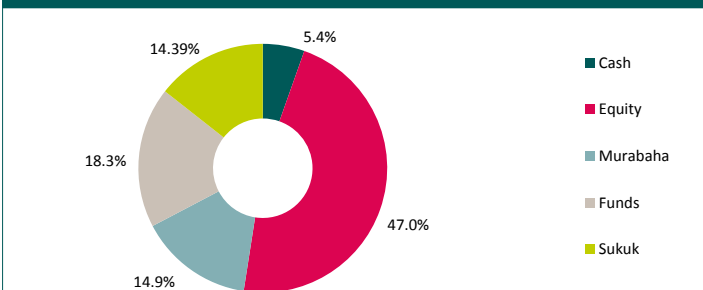
Fund's Information

Fund Type	Open-ended Fund
Risk Level	Medium to high
Fund Manager	Alinma Investment Company
Fund Listing	Saudi Arabia
Launch Date	04 May 2013
Benchmark	50% equity and 50% Sibor 6 months
Inception Price (SAR)	10.00
Unit Price (SAR)	13.32
AUM (SAR)	6,750,871.29
Base Currency	Saudi Riyal
Initial Investment (SAR)	SAR 5,000
Subsequent Investment (SAR)	Minimum of SAR 1,000
Minimum Redemption (SAR)	Minimum of SAR 1,000
Valuation Days	Monday and Wednesday of every week
Subscription Fees	1.5% of subscribed amount
Management Fees	1.5% per annum
Redemption Fees	1.5% if Exit Before 1 Month
Sharia Board	Yes
Bloomberg Code	AMUAGGF AB Equity

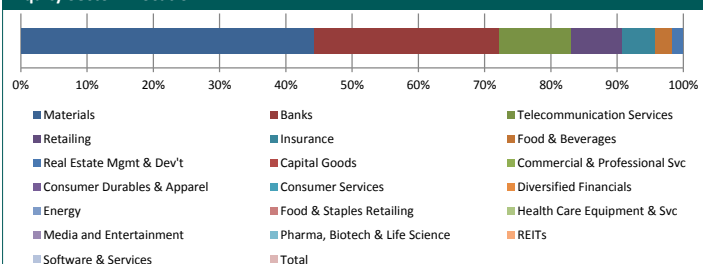
Abbreviations

* YTD: Year To Date * SD: Standard Deviation * BM: Benchmark
* SI: Since Inception * Avg R: Average Return

Asset Class Distribution



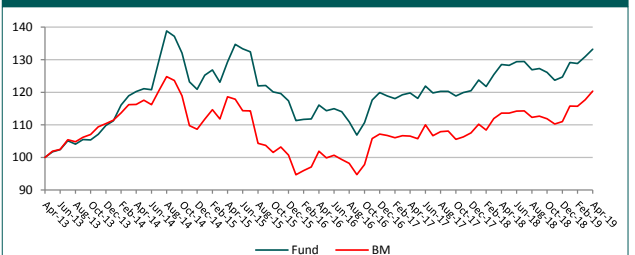
Equity Sector Allocation



Disclaimer

This material is produced by Alinma Investment Company, a firm authorized and regulated by the Capital Market Authority of Kingdom of Saudi Arabia. Past performance is not a guide to future returns. All the information contained in this document is believed to be reliable but may be inaccurate or incomplete. A full explanation of the characteristics of the investment is given in the prospectus. Any opinions stated are honestly held but are not guaranteed. The outlook expressed in this fact sheet represents the views of the fund manager at the time of preparation and are not necessarily those of the Alinma Investment as a whole. They may be subject to change and should not be interpreted as investment advice. The document is meant for financial promotion and does not provide you with all the facts you need to make an informed decision about investing and hence is not intended to constitute investment advice. The information provided should not be considered as a recommendation or solicitation to purchase, sell or hold these securities. It should also not be assumed that any investment in these securities was or will be, profitable. Alinma Investment accepts no liability for any loss arising from the use of this document or its contents or otherwise arising in connection therewith. Alinma Investment shall have no responsibility or liability

Performance & Risk Parameters



	2018	2017	2016
Fund	3.54%	0.43%	2.18%
BM	3.24%	0.35%	6.42%
Gap	0.30%	0.08%	-4.24%

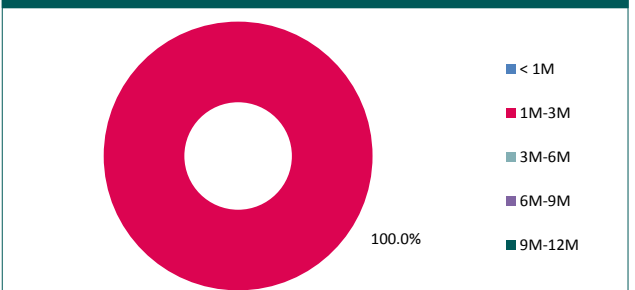
	Avg R	SD	Sharpe*	Alpha**	Beta**	Correlation
Fund	4.90%	6.89%	0.44	1.60%	0.80	0.86
BM	3.14%	7.34%	0.17			

* Risk-Free interest rate is taken to be the Saudi Interbank Average

** Relative to benchmark

Note: Statistics are based on Inception Date

Murabaha Tenor Distribution



Top Equity Holdings

Code	Stock	Sector
1120	Al Rajhi	Banks
2010	SABIC	Materials
1150	Alinma	Banks
7010	STC	Telecommunication Services
1211	MAADEN	Materials

Head Office الإدارة العامة

P.O. Box 55560 ب.ب. ٥٥٥٦٠
Riyadh الرياض ١١٥٤٤
المملكة العربية السعودية KSA

Tel +966 (11) 218 5999 هاتف