

HSBC Saudi Arabia

HSBC Saudi Companies Equity Fund – ASF

Monthly Factsheet

as of 31 March 2018

Profile

To provide long term capital growth by investing in a diversified portfolio of Shariah-compliant equities with an official listing on the Saudi Stock Market. The fund will pursue its objective through active management of a portfolio of Shariah-compliant equities. The fund will strictly adhere to Shariah investment guidelines approved by the Shariah Supervisory Committee of the fund.

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

Stock	Weight %	Sector
Al Rajhi Bank	17	Banks
Saudi Basic Industries Corp	16	Materials
Yanbu National Petrochemical Co	7	Materials
Dallah Healthcare Holding Co	6	Health Care Equipment & Serv
Al-Inma Bank	6	Banks
Advanced Petrochemical Co	5	Materials
Al-Marai	5	Food Beverage & Tobacco
Bank Al-Bilad	5	Banks
Saudi Arabian Mining Co	5	Materials
The Company for Cooperative Insurance	4	Insurance

Fund Composition (as end of March 2018)



■ Banks 30.08%	■ cash 1.72%
■ Food Beverage & Tobacco 8.87%	■ Health Care Equipment & Serv 5.63%
■ Insurance 3.54%	■ Materials 40.85%
■ Retailing 2.93%	■ Telecommunication Services 6.38%

Contact Details

HSBC Saudi Arabia

Local and International Investors

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Fund Details

Fund Manager	HSBC Saudi Arabia
Inception Date	01 May 2004
Inception Price	SAR 10
Fund Type	Open ended
Investment Policy	Active Management
Base Currency of the Fund	Saudi Riyal
Risk/Return Profile	High
Benchmark:	S&P Saudi Shariah Index (Total Return)
Bloomberg Code	AMASASF AB
Zawya Code	HSBASAE.MF
Fund Size (SAR)	2,138 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, & on Tuesday for Wednesday valuation.
Redeemed Funds Payment	2 business days after valuation day
Annual Management Fee	1.7%
Subscription Fee	Up to 2%

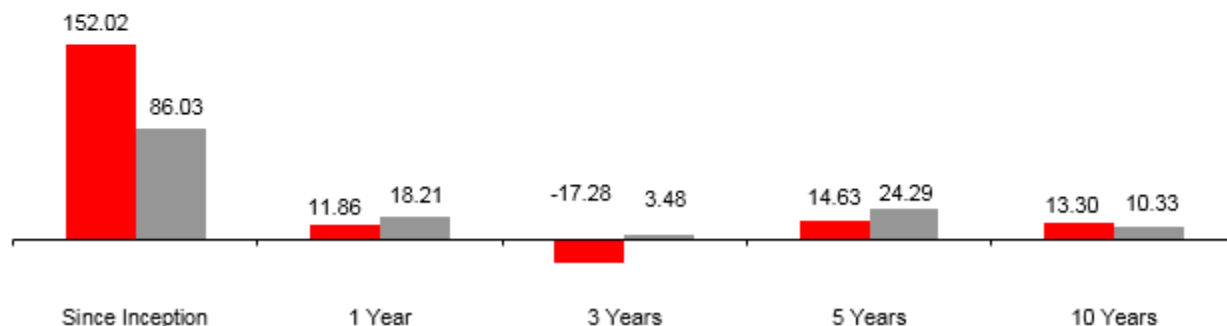
1st Quarter 2018 Financial Indicators

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 4 th 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	474,786 (0.02%)
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 Companies Equity Fund	152.02	11.86	-17.28	14.63	13.30
■ S & P Saudi Shariah Total Return Index	86.03	18.21	3.48	24.29	10.33



	1st Qtr 18
Standard Deviation	4.62%
Sharpe Ratio	1.72

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 re-invested). 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.

* Prior to October 1st, 2010, performance reflects HSBC Saudi Islamic Index which is calculated on a price return basis.

Fund manager comments

Review

• During 1Q 2018, S&P Saudi Shariah had a positive performance of around 10.84%. Within the review period, the Fund's NAV grew by around 9.90%, underperforming the benchmark by 0.94%. The underperformance of the fund can mostly be attributed to the fund's overweight stance in insurance and Food & Agri sectors as they underperformed the benchmark by around 15% and 4% respectively, and to the fund's underweight stance in the Food & Staples Retailing sector as it has outperformed the benchmark by 6.5%.

• 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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