

Al Rajhi Saudi Equity Fund

Month Ending January 2019



OBJECTIVE

Achieve long term capital appreciation by investing in shares of Shariah compliant companies listed on the Saudi Stock Exchange (Tadawul). The fund also provides liquidity to the investors.

PERFORMANCE (TABLE)

Track Record	1 Year	3 Years	5 Years	10 Years	Since Inception
Positive Performance (Months)	7	22	32	71	174
Outperformance Against Benchmark (Months)	5	17	30	62	157
Short-term Return (%)	1 Month	3 Months	6 Months	QTD	YTD
Fund	8.02	6.98	1.34	8.02	8.02
Benchmark	9.40	7.70	3.67	9.40	9.40
Calendar Returns (%)	2014	2015	2016	2017	2018
Fund	1.61	-12.78	8.21	2.75	11.44
Benchmark	-4.83	-14.98	10.56	3.89	11.37
Cumulative Returns (%)	1 Year	3 Years	5 Years	10 Years	Since Inception
Fund	12.15	46.49	15.18	136.89	381.10
Benchmark	15.99	60.48	11.35	162.73	431.59
Annualized Returns (%p.a.)	1 Year	3 Years	5 Years	10 Years	Since Inception
Fund	12.15	13.57	2.87	9.01	6.11
Benchmark	15.99	17.08	2.17	10.14	6.51

MANAGER COMMENTARY

Global equity markets advanced strongly in January on the back of easing US-China trade tensions coupled with Fed's dovish hints on monetary policy going forward. The Saudi market was up 9.4% during the month mainly driven by large caps at the back of renewed FII buying interest on EM inclusions and strong recovery in oil prices. The Banks and Materials sectors were up 13.5% and 7.2% respectively, other key gainers include Food and Beverage (+13.8%), Utilities (+13.8%), Telecom (+9.5%), Consumer Services (+9.0%), Capital Goods (+5.9%), Real Estate (+3.1%) and Consumer Durables (+1.9%). While Energy (-1.7%), Food & Staples retailing (-1.5%) and Retailing (-0.6%) declined. The fund gained 8.02% for the month whereas the benchmark gained 9.40%. As we move ahead in 2019, we expect the performance of the local market to improve over the medium to long term, supported by expansionary budget, expected corporate earnings growth and foreign inflows attached to the inclusion in the FTSE and MSCI emerging indices.

FEATURES

Fund Type	Open Ended Equity Fund
Fund Domicile	Saudi Arabia
Risk Level	High
Inception Date	July 1992
Inception Price	SAR 100 Per Unit
Fund Currency	Saudi Riyal
Benchmark	S&P Saudi Shariah Index
Subscription Fee	2.00%
Management Fee	1.75% Annually
Performance Fee	Nil
Minimum Subscription	SAR 5,000
Minimum Additional Subscription	SAR 2,000
Minimum Redemption	SAR 2,000
Valuation Frequency & Days	Daily - Sunday to Thursday
Cut-Off Time & Day	Before 5 PM - Prior to Valuation Day
Announcement & Payment Day	Following the Valuation Day
Trade Execution	T + 2 (Third Business Day)

LATEST AWARDS AND RANKINGS (AS AT 31 January 2019)



DISCLAIMER

Al Rajhi Capital is an Authorized Person under the APR with license number 37-07068 granted by the CMA. Past performance is neither an indication nor a guarantee of future returns. The value of units and income from them can go up or down; investors may receive less than what they have originally invested. Additionally, fees charged on funds and currency exchange rates may have additional adverse effects. Investors should consider their individual and financial situation prior to entering into a specific product/fund and should seek advice from investment and legal professionals. Detailed and specific information related to the product is provided in the terms and conditions applicable to the fund which should be read and understood prior to entering into it.

PRICE INFORMATION (End of January 2019)

Net Asset Value Per Unit	SAR	481.0474	▲
Change (MoM)	SAR	35.7063	8.02 %
Total Fund Units		691,894	
Total Net Assets	SAR	332,833,603.45	

PERFORMANCE (CHART)



TOP 5 HOLDINGS

	% Fund Cur.Month
Al Rajhi Bank	18.36
Saudi Basic Industries Corp	11.90
Alinma Bank	7.43
Saudi Telecom	6.24
Saudi Arabian Mining Company	5.80

SECTOR BREAKDOWN (%TOTAL NET ASSETS)



STATISTICAL ANALYSIS

Performance (Annualized)	1 Year	3 Years	5 Years	10 Years	Since Inception
Excess Returns (%)	-3.85	-3.50	0.69	-1.13	-0.40
Alpha (%)	-0.78	-0.36	0.80	0.55	0.93
Risk (Annualized)	1 Year	3 Years	5 Years	10 Years	Since Inception
Maximum Drawdown (%)	-7.76	-15.47	-43.10	-43.10	-62.47
Standard Deviation (%)	11.39	14.51	18.83	16.87	20.41
Downside Risk (SSD) (%)	7.46	9.42	13.63	12.28	14.24
MARKET SENSITIVITY (Annualized)	1 Year	3 Years	5 Years	10 Years	Since Inception
Beta	0.82	0.82	0.87	0.82	0.80
REWARD TO RISK (Annualized)	1 Year	3 Years	5 Years	10 Years	Since Inception
Sharpe Ratio	0.89	0.87	0.21	0.58	0.30
Information Ratio	-0.88	-0.68	0.04	-0.24	-0.08
Tracking Error	4.31	5.11	5.25	6.26	10.79

CONTACT DETAILS

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