

HSBC Saudi Arabia

HSBC Financial Institutional Fund – FIF

Monthly Factsheet

as of 31 March 2018

Profile

The fund aims to achieve capital growth by investing in Financial Institutions 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	20	Banks
National Commercial Bank	15	Banks
Alinma Bank	10	Banks
Banque Saudi Fransi	10	Banks
Samba Financial Group	10	Banks
Arab National Bank	9	Banks
The Saudi British Bank	9	Banks
Al Jazira Bank	8	Banks
Riyadh Bank	4	Banks
Al Bilad Bank	4	Banks

Fund Composition (as end of March 2018)

Sector	Funds Weight in Sector (%)
Banks & Financial Services	96.40
Cash	3.60

Contact Details

HSBC Saudi Arabia

Local and International Investors

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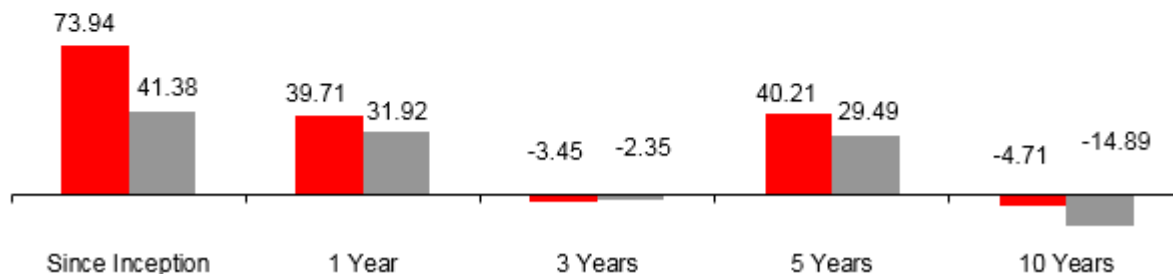
Fund Details

Fund Manager	HSBC Saudi Arabia
Inception Date	01 August 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	TADAWUL Banking Index
Bloomberg Code	SABFFIF AB
Zawya Code	HSBFLIS.MF
Fund Size (SAR)	45 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	3,315 (0.01%)
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 Financial Institutional Fund	73.94	39.71	-3.45	40.21	-4.71
■ TADAWUL Banking Index	41.38	31.92	-2.35	29.49	-14.89



1st Qtr 18	
Standard Deviation	6.36%
Sharpe Ratio	1.70

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 the 1Q 2018, TADAWUL Banks Index had a positive performance of around 13.27%. Within the review period, the Fund's NAV appreciated by around 12.77%, underperforming the benchmark by around 0.50%. 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. The banking sector is expected to be one of biggest beneficiaries from the inclusion.

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