

**Fact sheet - 30 Sep 2018**
**NAV per unit SAR 11.7800**

Key Facts	
Fund Manager	Itqan Capital
Fund Class	Capital Preservation
Currency	Saudi Riyal (SAR)
Fund Type	Open-ended Fund
Fund Category	Diversified Public Fund
Subscription	Every working day
Redemption	Every working day
Valuation Days	Sunday & Tuesday
Redemption Payment	Within 2 working days of next valuation day
Unit Value @ Inception	SAR 10
Commencement	4-Aug-2008
Benchmark	Three months SIBID
Risk Level	Low-Medium
Management Fee	0.25% annually of NAV
Admin & Unit Processing fee	0.15% annually of NAV
Other Fees	0.10% annually of NAV
External Auditor	Osama Abdullah Al-Kharigy & Partner
Bloomberg Ticker	ALDLIQS AB
Morningstar SeclD	F00000PV83
Reuters Code	LP65135696
Zawya Code	TFGADLS.IF
Manager investment percentage	18.49%
Fees	0.40%
Other Fees	0.47%
LOANS	0.00%
Dealing Fees	0.00%

**Fund Manager Commentary**

Itqan Murabahat and Sukuk Fund continued strongly to outperform its mandated benchmark in the Third quarter of 2018, achieving an annualized return of 2.92% for the period. This adds to the Fund's stellar run and raise Fund's total return since inception and accumulative alpha to 17.80% and 8% respectively International fixed income markets witnessed great challenges in the third quarter of 2018.

The American Federal Reserve raised the benchmark interest rate by 5 basis points, imposing a challenge for the fund manager to maintain his performance over the coming period.

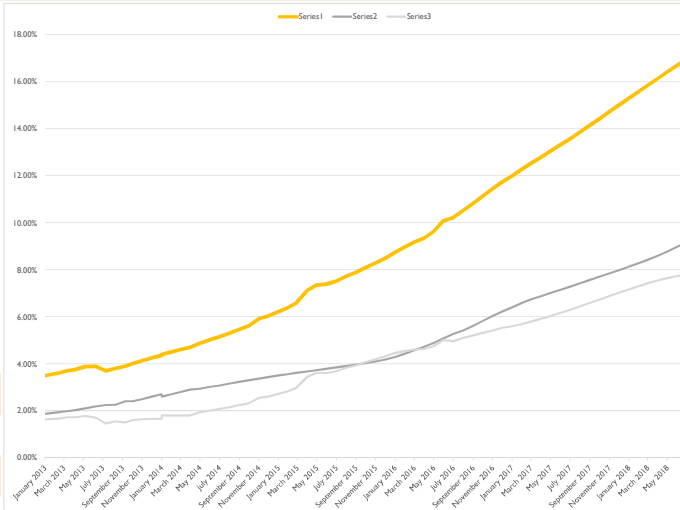
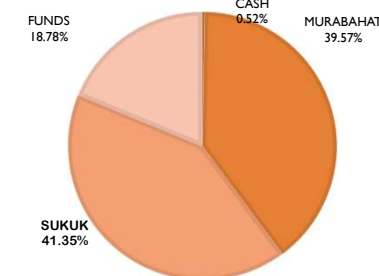
Moreover, the Federal Reserve committee members expect another increase in the interest rates for the upcoming year to support the economy and curb inflation.

Regarding Saudi Arabia's GDP, it is expected to witness growth as a result of diversification in its investment portfolio, and the rise in the oil prices.

The fixed income markets in the region have been affected by the current political factors, and was not affected by the rise in oil prices. Consequently, the Fund Manager cautiously pursued the selection of adequate sukuk and assets allocation in the fund, while continuing to invest in murabaha with prominent Gulf banks to carry out strong performance during the third quarter of the year.

**Fund Performance**

Period	Fund	Benchmark
2013	0.83%	0.78%
2014	1.78%	0.82%
2015	2.31%	0.72%
2016	2.99%	2.03%
2017	2.97%	1.66%
YTD	2.18%	1.55%
Since Inception	17.80%	9.80%
Accumulative Alpha	8.00%	
Standard Def	0.04%	0.01%
Sharpe Ratio	0.59%	

**Performance - Since January 2013**

**Asset Allocation**

**Fund Objectives**

Itqan Murabahat & Sukuk Fund (SAR) is a public diversified fund aimed at realizing Shariah-compliant superior returns while preserving capital participation, providing investors with the facility of redemption upon need and with the best method of risk management. In order to achieve its investment objectives, the Fund will primarily invest in a diversified portfolio of high-quality Shariah-compliant short- and medium-term investment instruments including: commodity Murabaha-based transactions, various kinds of listed Sukuk, and units of investment funds investing primarily in Murabahat transactions and/or Sukuk.

**Distribution of Investments (10 largest Investments)**
