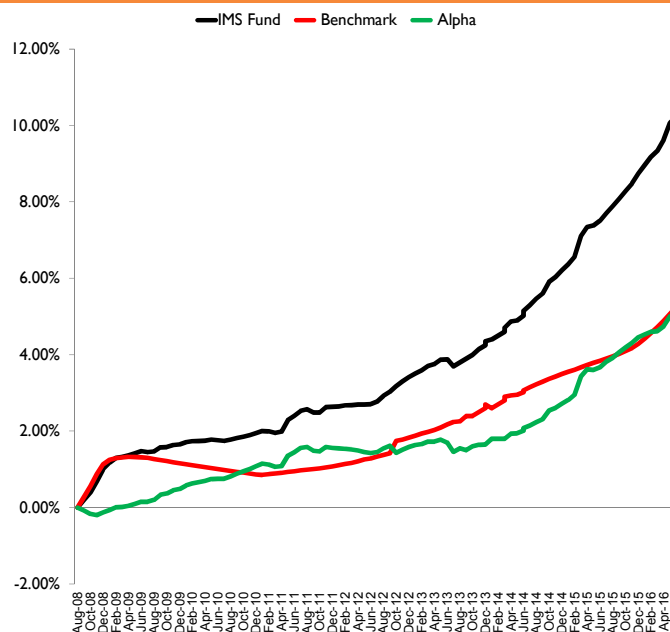
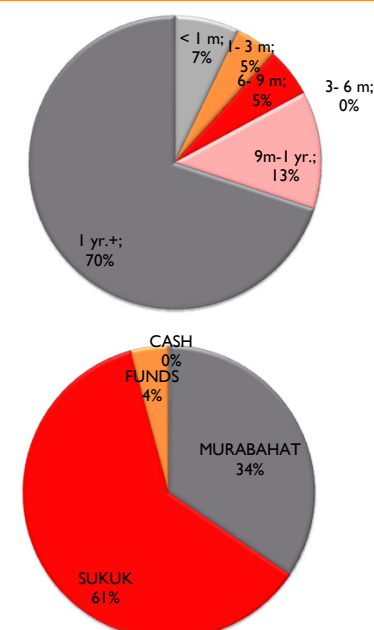
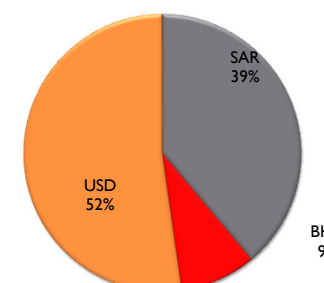


**Fact sheet - 30 June 2016**
**NAV per unit SAR 11.0219**

Key Facts		Fund Manager Commentary		Fund Performance		
Fund Manager	Itqan Capital	<p>Itqan Murabahat and Sukuk Fund continued to strongly outperform its mandated benchmark and comparable peers in the first half of the year 2016, achieving an annualized return of 2.73% for the period. This adds to the Fund's stellar run in the first half of 2016 and raises the Fund's total return since inception and accumulative alpha to 10.22% and 4.96%, respectively.</p> <p>International fixed income markets had rather witnessed a great challenge in the first half of the year 2016 as a result of the economic problems that had a direct impact on the market. The two hot issues that remained in the limelight were the European Central Bank decided to lower the interest rate along with the withdrawal of England from the EU. Moreover, the American Federal Reserve does not increase the interest rate which increased the concerns on the slowdown of the global economy. However, the fixed income markets were not directly affected by those circumstances, especially due to the stability witnessed in the oil prices in the Q2 of 2016.</p>	<p>for the financial markets in the GCC countries to recover. Although, the Sukuk issued by the government and the high quality papers were initially falling due to rate hike concerns started picking up again attracting safe haven flows.</p> <p>In this context, the Fund Manager remained highly selective and cautious in the overall Sukuk allocation as well as selection. Furthermore, the Fund Manager continued to deploy funds at competitive Murabaha rates with reputable GCC financial institutions and the hunt for better rates still continues. This is to prevent any negative consequences that might arise in case if the American Federal Reserve decided to raise the interest rates and to account for the continuation of financial volatility and disturbances due to the withdrawal of England from the EU and the potential withdrawal of other countries.</p>		<b>Fund</b>	<b>Benchmark</b>
Fund Class	Capital Preservation			2011	0.65%	0.25%
Currency	Saudi Riyal (SAR)			2012	0.82%	0.76%
Fund Type	Open-ended Fund			2013	0.83%	0.78%
Fund Category	Diversified Public Fund		2014	1.78%	0.82%	
Subscription	Every working day		2015	2.31%	0.72%	
Redemption	Thursday & Monday		I H 2016	1.36%	0.94%	
Valuation Days	Sunday & Tuesday		Since Inception	10.22%	5.26%	
Redemption Payment	Within 2 working days of next valuation day		Accumulative Alpha	4.96%		

**Performance - Since August 2008**

**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.


**Fund Ranking: No. # 1 in KSA (as per Tadawul)**

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Disclaimer: Neither the past performance of the investment fund nor the past performance of the index is an indication of how the investment fund will perform in the future. There is no guarantee for unit holders that the investment fund's absolute performance or its performance relative to the index will repeat or match past performance.

[www.itqancapital.com](http://www.itqancapital.com)

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