

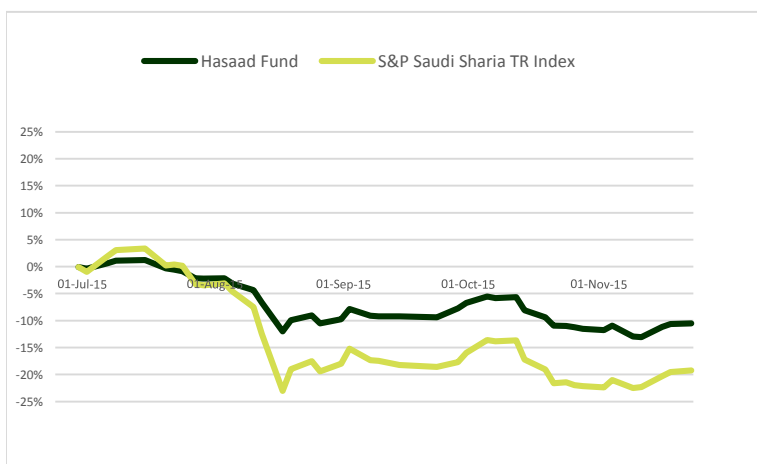
### Fund Manager's Strategy & Outlook

The Saudi market rebounded with the S&P Saudi Sharia TR Index gaining 2.8% in November and losing 19.2% since the fund's inception. The Fund gained 0.5% during the month and is down 10.5% since inception. Turnover was flat MoM with daily traded value averaging SAR 4.9 billion in November.

The Saudi cabinet approved an annual tax of 2.5% on undeveloped urban land in an attempt to encourage the development of unutilized land to address the housing shortage in the Kingdom. In addition, the General Authority of Civil Aviation announced that Saudi Arabia will start privatizing its international airports, as well as local and regional airports and related services. Saudi Arabia also increased the tariff for water and sanitation for industrial and commercial use by 50% and hiked taxes on cigarettes by 11%. We view the above decisions very favorably and expect further reforms to be announced over the coming period to improve efficiency and support government finances.

TASI sectors performance was mixed in November: Telecoms, real estate, and agriculture & food were among the best performing sectors gaining 7.0%, 5.1% and 4.2%, respectively. On the other hand, multi-investment, transportation, and hotel & tourism were among the worst performing sectors losing 5.3%, 4.1% and 2.6%, respectively. Banks underperformed losing 2.0% while petrochemicals outperformed gaining 3.2%. The Investment Manager reduced exposure to petrochemicals and retail companies and increased exposure to agriculture & food and cement companies during the month. Cash was slightly increased to 20.3% as of end of November.

Given the continued oil price weakness, the Investment Manager maintains his cautious view on the market in the short term but believes that the 2016 budget announcement might positively surprise and hence serve as a catalyst for a relief rally.



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### Objective

The principal objective of the Fund is medium to long term capital appreciation by investing in Sharia compliant equities listed on the Tadawul exchange.

### Fund Performance

	Hasaad	S&P TR <sup>1</sup>	Difference <sup>2</sup>
Month to Date*	0.53%	2.8%	-2.3%
Inception to Date**	-10.5%	-19.2%	8.7%

\* MTD figures reflect performance between October 31, 2015 and November 30 2015

\*\*Fund's inception date was July 1, 2015

<sup>1</sup> S&P Saudi Sharia TR Index

<sup>2</sup> For comparative purposes only; the fund is managed on an absolute return basis

### Fund Characteristics

No. of Holdings	30
Weighted Market Cap	SAR 36.9 billion
Dividend Yield*	4.0%
P/E Ratio 16	14.1

\*Figure reflects the weighted average yield of a dividend-bearing security in the fund

### Fund Metrics

	Hasaad	S&P TR
Volatility	14.8%	26.9%
Beta *	0.5	-

\*\*Calculated vs. the S&P Saudi Sharia TR Index since the Fund's inception

### Top Three Equity Holdings

Holding	Sector	% of NAV
Al Rajhi bank	Banks & Financial Services	6.4%
Saudi Basic Industries	Petrochemical Industries	4.5%
Saudi Telecom Co	Telecom & IT	3.5%

### Fund Data

NAV per Share	8.9459
Management Fee	1.25%
Minimum Subscription	SAR 10,000
Subscription / Redemption	Twice Weekly
Inception Date	July 1 <sup>st</sup> , 2015

### Fund Identifiers

ISIN Code	XC000A14XYV2
Bloomberg Ticker	EFGHFSE AB Equity
Reuters Code	LP 68330160

### Allocation by Economic Sector

