

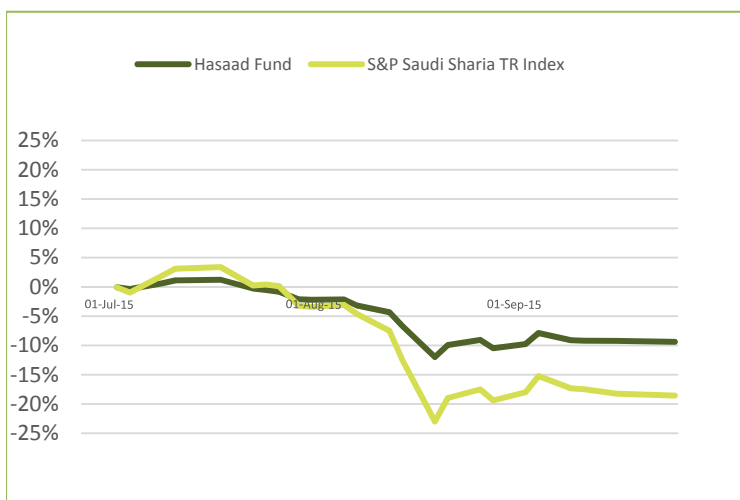
Fund Manager's Strategy & Outlook

The Saudi market continued its negative performance with the S&P Saudi Sharia TR Index losing 1.3% in September and 18.6% since the fund's inception. The Fund lost 0.4% during the month and is now down 9.4% since inception. Turnover slowed down further with daily traded value averaging SAR 4.7 billion in September.

The Saudi Arabian General Investment Authority (SAGIA) announced that it will ease restrictions on foreign investors to allow 100% ownership of retail and wholesale businesses, up from 75% currently, subject to conditions. Elsewhere, the Royal Court announced the suspension and review of all projects awarded to the Bin Laden Group, Saudi's largest contracting company, pending the conclusion of an investigation into the crane accident that resulted in a number of casualties and injuries in the Holy Mosque. We believe the market's negative reaction, especially the retail and banking sectors, to the above news was overdone given that local retail and wholesale companies have numerous competitive advantages and that the Bin Laden Group suspension is mainly to review security procedures as later confirmed by government officials.

TASI sectors performance was mixed in September. Media, cement, and retail were the worst performing sectors losing 8.9%, 4.0%, and 4.0% respectively. On the other hand, telecom, transportation, and real estate were the best performing sectors gaining 4.9%, 4.0%, and 3.5% respectively. Both petrochemicals and banks underperformed losing 3.7% and 3.4% respectively. The Investment Manager reduced exposure to multi-investment and agriculture companies and increased exposure to transportation companies. Cash was increased from 34.3% to 38.0% as of end of September.

Third quarter earnings will be announced in October, and they're expected to be weak overall. The Investment Manager maintains his cautious view on the market in the short term with the medium to long term outlook remaining largely positive.



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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 ¹	Difference ²
Month to Date*	-0.4%	-1.3%	0.9%
Inception to Date**	-9.4%	-18.6%	9.2%

* MTD figures reflect performance between August 30, 2015 and September 30 2015

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

¹ S&P Saudi Sharia TR Index

² For comparative purposes only; the fund is managed on an absolute return basis

Fund Characteristics

No. of Holdings	25
Weighted Market Cap	SAR 34.8 billion
Dividend Yield [†]	4.0%
P/E Ratio 16	14.0

[†] Figure reflects the weighted average yield of a dividend-bearing security in the fund

Fund Metrics

	Hasaad	S&P TR
Volatility	15.25%	30.31%
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	4.9%
Saudi Marketing Co	Retail	4.0%
Al Hammadi Development	Retail	3.8%

Fund Data

NAV per Share	9.06139
Management Fee	1.25%
Minimum Subscription	SAR 10,000
Subscription / Redemption	Twice Weekly
Inception Date	July 1 st , 2015

Fund Identifiers

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

Allocation by Economic Sector

