

**Fact sheet - 30 Sep 2019**

**NAV per unit SAR 12.1713**

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	Every working day
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 El-Khereiji & Partner
Bloomberg Ticker	ALDLIQS AB
Morningstar SecID	F00000PW83
Reuters Code	LP65135696
Zawya Code	TFGADLS.IF
Manager investment percentag	21.53%
Fees	0.40%
Total fees	1.04%
LOANS	0.00%
Dealing Fees	0.00%

**Fund Manager Commentary**

Itqan Murabahat and Sukuk Fund continues to strongly outperform its mandated benchmark during the third quarter of 2019, achieving an annualized return of 3.41%, bringing the cumulative returns since the fund was established to 21.71% and the cumulative alpha rate to 9.19% during the same period.

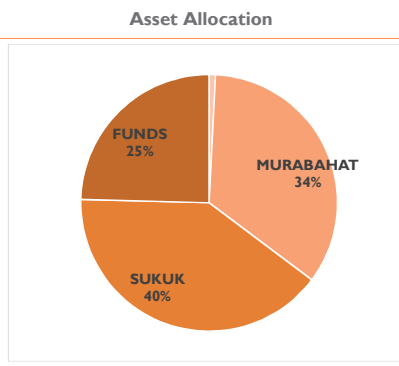
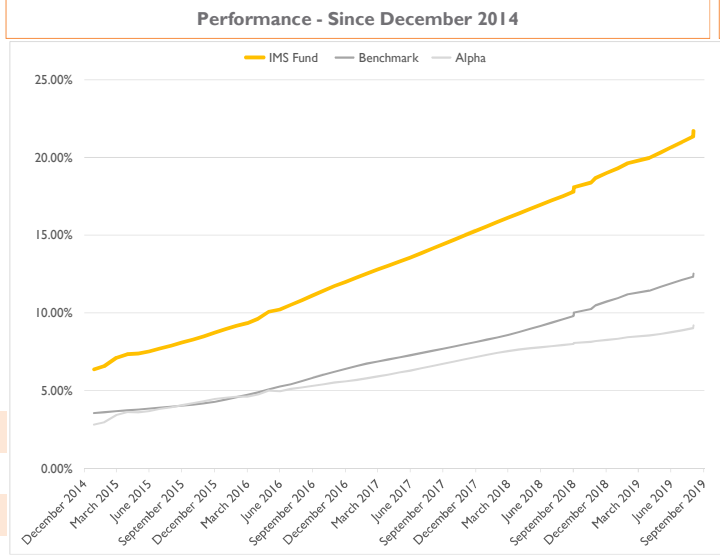
Global fixed income markets witnessed a rise in sukuk prices in the third quarter, as the Federal Reserve Bank slashed interest rates, which increased the demand for US dollar-denominated securities that are under scrutiny. All of which constituted a challenge for the Fund Manager to maintain the performance of the Fund during the upcoming period.

Saudi Arabia's GDP is expected to grow as a result of diversified investment portfolio, high oil prices, and increased government spending on development projects.

The region's fixed income markets have been affected by current political affairs. In this context, the Fund Manager has been more cautious in the selection of Sukuk and asset allocation in the Fund while continuing to invest in high-yield sukuk and Murabaha with prestigious local and Gulf banks to achieve strong performance during third quarter of the year.

**Fund Performance**

Period	Fund	Benchmark
2014	1.78%	0.82%
2015	2.31%	0.72%
2016	2.99%	2.03%
2017	2.97%	1.66%
2018	2.95%	2.18%
YTD	2.55%	1.84%
Since Inception	21.71%	12.52%
Accumulative Alpha	9.19%	
Standard Deviation	0.69%	0.08%
Sharpe Ratio	0.13%	



**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

