

# ▶ HSBC Saudi Arabia Limited

## HSBC Financial Institutional Fund – FIF

### Monthly Factsheet

as of 31 July 2010

#### Profile

The fund aims to achieve capital growth by investing in Financial Institutions listed on the Saudi Equity Market over the medium to long term.

#### Top Holdings

Stock	Weight %	Sector
Al Rajhi Banking & Investment Corp.	35.45	Banking & Financial Services
Samba Financial Group	16.33	Banking & Financial Services
Riyadh Bank	12.48	Banking & Financial Services
Al Bank Al Saudi Al Fransi	10.69	Banking & Financial Services
Arab National Bank	8.19	Banking & Financial Services

#### Fund Composition

Sector	Funds Weight in Sector (%)
Banks & Financial Services	99.67
Cash	0.33

#### Contact Details

##### HSBC Saudi Arabia Limited

##### Local Investors

Toll Free Number 800 124 1212

##### International Investors

Tel +966 1 299 2313 / +966 1 299 2314

Website [www.hsbcSaudi.com](http://www.hsbcSaudi.com)

## Fund Details

Fund Manager	HSBC Saudi Arabia Ltd.
Risk/return profile	High
Inception date	August 01, 2004
Inception unit price	SAR 10
Total number of holdings	9
Bloomberg code	SABFFIF AB
Minimum initial investment	SAR 5,000
Minimum additional investment	SAR 2,500
Cut off Time	Before Close of Business; On Sunday for Monday valuation, and on Tuesday for Wednesday valuation.
Valuation Day	Monday & Wednesday
Redeemed funds payment	2 business days after valuation day.
Annual Management fee	1.50%
Subscription fee (Upfront)	Up to 3%

*This document is not intended for marketing of the fund. Investors are urged prior to making an investment decision, to refer to the terms & conditions and the appendix of the fund, and consult with their legal/ investment advisor for independent opinion as to the implication of their acquiring, holding or disposing of the units of the fund.*

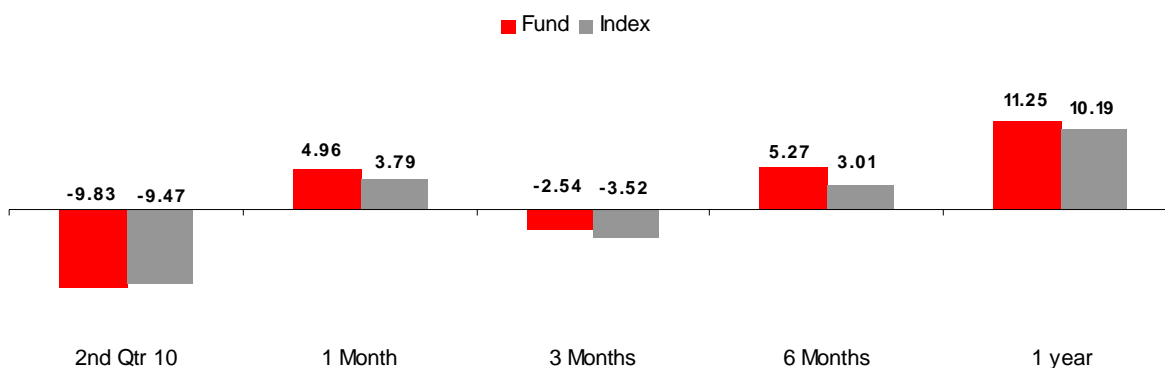
## Fund Benchmark

The purpose of HSBC Financial Institutional Fund is to expose investors to the Saudi Economy in general and to the financial investment companies in the Saudi Stock Market in specific. The financial sector in Saudi Arabia is expected to benefit from expanding Saudi economy and mega real estate projects.

The performance of the fund is measured against the TADAWUL Banking Index.

## Performance

	2009 % Chg	Year to Date % Chg	3 Years % Chg	5 Years % Chg	Since Inception % Chg
HSBC Financial Institutional Fund - FIF	16.80	8.77	-13.38	-40.07	33.64
TADAWUL Banking Index	15.29	6.84	-10.81	-45.16	21.58



Please note that the above figures refer to past performance and that past performance is not a reliable indicator of future results. The investment performance of the fund is calculated on a total return basis (i.e. with the cash dividend reinvested), while the investment performance of the benchmark is calculated on a price return basis (i.e. does not include the cash dividend paid). The data is based on the last calculated NAV of the Fund for each month and the value of the benchmark on the corresponding day.

## Fund manager comments

### Review

By the end of July 2010, The Saudi index (TASI) closed at **6283.73**, up by **3.12%** compared to the previous month. Thus, the performance indicator YTD has achieved a positive return by **2.65%**.

The total number of shares traded during the month reached **2.30** billion shares compared to **3.60** billion shares traded during the last month, decreasing by **36.01%**.

**Banking & Financial Services sector up 3.84% compared to the previous month.**

### Outlook

- During the month of July, regional markets recovered from the lackluster conditions that took place in June. Persistent gains in oil prices, easing worries of a double dip recession, as well as a general improvement in risk appetite were some of the main catalysts that drove the rally.
- While we believe that over the coming period volumes will remain anemic with the start of the Holy month of Ramadan, we believe that the Saudi market will stabilize given attractive valuations and supportive oil prices. Furthermore, as global markets continue to stabilize, we believe this should create an additional catalyst for the market.

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