

# ▶ HSBC Saudi Arabia Limited

## HSBC Saudi Equity Fund – SEF

### Monthly Factsheet

as of 31 July 2010

#### Profile

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

#### Top Holdings

Stock	Weight %	Sector
Al Rajhi Banking & Investment Corp.	11.79	Banking & Financial Services
Saudi Basic Industries Corp.	11.66	Petrochemical Industries
Etihad Etisalat	7.86	Telecommunication & Info Tech
Samba Financial Group	7.56	Banking & Financial Services
Riyadh Bank	6.09	Banking & Financial Services

#### Fund Composition

Sector	Funds Weight in Sector %
Banking & Financial Services	34.29
Petrochemical Industries	24.27
Telecommunication & Info Tech	8.86
Industrial Investment	7.75
Agriculture & Food Industries	6.16
Building & Construction	5.34
Cement	4.74
Retail	4.54
Insurance	2.20
Multi-Investment	1.10
Cash	0.75

#### 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** Dec 12, 1992

**Inception unit price** SAR 10

**Total number of holdings** 35

**Bloomberg Code** SABSSEF 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** Two business days  
after valuation day

**Annual Management fee** 1.50 %

**Subscription fee (Upfront)** Up to 3%

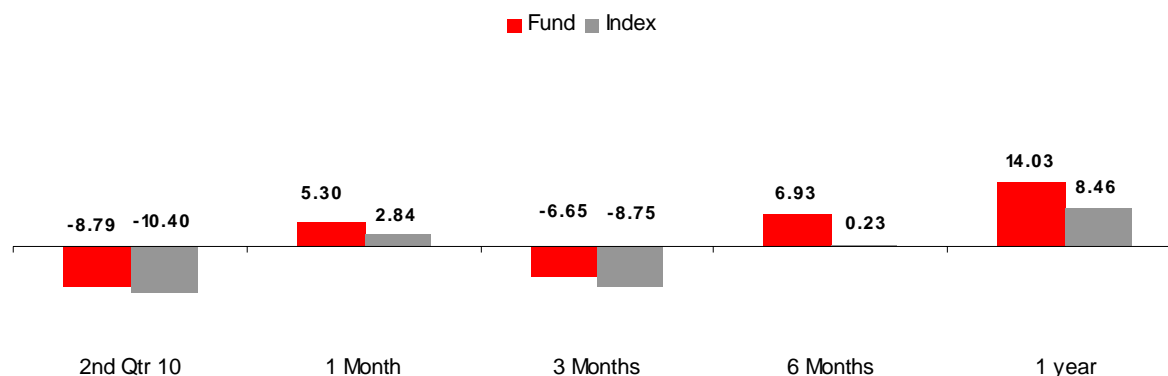
*This document is not intended for marketing of the fund. Investors are urged prior to making an investment decision, to refer to the terms & conditions and the appendix of the fund, and consult with their legal/ investment advisor for independent opinion as to the implication of their acquiring, holding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

## Fund Benchmark

The Fund's performance will be measured against TADAWUL All Shares Index - TASI

## Performance

	2009 % Chg	Year to Date % Chg	3 Years % Chg	5 Years % Chg	10 Years % Chg
HSBC Saudi Equity Fund - SEF	29.42	8.85	-0.82	-28.09	491.16
TADAWUL All Shares Index - TASI	27.46	2.37	-16.09	-51.33	188.26



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%**.

All Market sectors have witnessed positive performance during the month where Media & Publishing, Energy & Utilities, Telecom & Information Technology sectors were the best outperforming; up compared to the previous month by **10.25%**, **10.03%** and **6.91%** respectively.

**During the month of July, the market has witnessed the IPO of Al Jouf Cement Co. from 19/07/2010 to 25/07/2010.**

### 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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