

Al Rajhi Commodity SAR Fund

Month Ending September 2019

الراجحي المالية
Al Rajhi Capital



OBJECTIVE

Achieve steady capital growth by generating reasonable returns and provide liquidity thereon through direct/indirect investment in Shariah compliant short-term trading instruments denominated in Saudi Riyals.

PERFORMANCE (TABLE)

| Track Record | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception |
|---|---------|----------|----------|----------|-----------------|
| Positive Performance (Months) | 12.00 | 36.00 | 60.00 | 120.00 | 232.00 |
| Outperformance Against Benchmark (Months) | 8.00 | 18.00 | 36.00 | 96.00 | 167.00 |
| Short-term Return (%) | 1 Month | 3 Months | 6 Months | QTD | YTD |
| Fund | 0.22 | 0.69 | 1.42 | 0.69 | 2.15 |
| Benchmark | 0.19 | 0.62 | 1.33 | 0.62 | 2.06 |
| Calendar Returns (%) | 2014 | 2015 | 2016 | 2017 | 2018 |
| Fund | 1.06 | 1.01 | 2.47 | 1.89 | 2.33 |
| Benchmark | 0.69 | 0.92 | 2.11 | 1.82 | 2.53 |
| Cumulative Returns (%) | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception |
| Fund | 2.84 | 7.37 | 10.52 | 17.39 | 57.87 |
| Benchmark | 2.80 | 7.13 | 9.97 | 13.49 | 49.88 |
| Annualized Returns (%p.a.) | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception |
| Fund | 2.84 | 2.40 | 2.02 | 1.62 | 2.39 |
| Benchmark | 2.80 | 2.32 | 1.92 | 1.27 | 2.12 |

MANAGER COMMENTARY

SAIBOR curve has dropped by an average of 33.60 bps across all tenors on a year-to-date basis after the US Federal Reserve adopted a hold strategy on rising interest rates earlier this year. In June, the FED signaled potential two rate cuts in 2019. Benchmark 3 Month SAIBOR rates decreased in the month of June by 18.94 bps.

The Saudi Arabian Monetary Agency (SAMA) foreign reserves increased in March. Net foreign assets increase by \$12.6 billion MoM and \$21.3 Billion YoY to reach \$510 billion.

The Fund made reinvestment of its maturing assets at relatively competitive market rates, yielding a net year-to-date annualized return of 2.92% as of month end.

The Fund Management aims to generate superior returns to the unit holders through proactively managing the credit, duration and liquidity risk through prudent controls, monitoring of the market and access to liquidity on a daily basis.

FEATURES

| | |
|---------------------------------|--|
| Fund Type | Open Ended Money Market Fund |
| Fund Domicile | Saudi Arabia |
| Risk Level | Low |
| Inception Date | June 2000 |
| Inception Price | SAR 100 Per Unit |
| Fund Currency | Saudi Riyal |
| Benchmark | SAIBOR 3 Months Index |
| Subscription Fee | Nil |
| Management Fee | 16.00% Annually |
| Performance Fee | Nil |
| Minimum Subscription | SAR 7,500 |
| Minimum Additional Subscription | SAR 3,750 |
| Minimum Redemption | SAR 3,750 |
| Valuation Frequency & Days | Daily - Sunday to Thursday |
| Cut-Off Time & Day | Before 5 PM - Prior to Valuation Day |
| Announcement & Payment Day | Following the Valuation Day |
| Trade Execution | T + 2 (Third Business Day) |
| Fund Manager | Al Rajhi Capital |
| Custodian | AlBilad Investment Company clientservices@albilad-capital.com |

LATEST AWARDS AND RANKINGS (AS AT 30 September 2019)



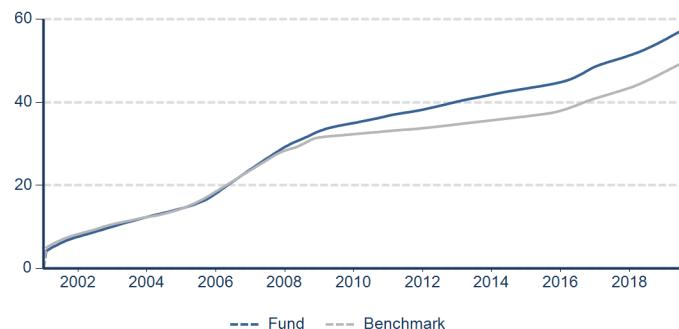
DISCLAIMER

Al Rajhi Capital is an Authorized Person under the APR with license number37-07068 granted by the CMA. Past performance is neither an indication nor a guarantee of future returns. The value of units and income from them can go up or down; investors may receive less than what they have originally invested. Additionally, fees charge on funds and currency exchange rates may have additional adverse effects. Investors should consider their individual and financial situation prior to entering into a specific product/fund and should seek advice from investment and legal professionals. Detailed and specific information related to the product is provided in the terms and conditions applicable to the fund which should be read and understood prior to entering into it.

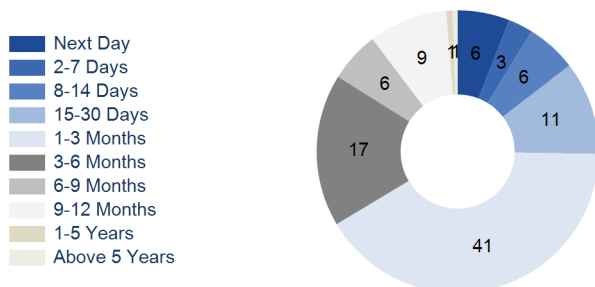
PRICE INFORMATION (End of September 2019)

| | | | |
|--------------------------|-----|-------------------|--------|
| Net Asset Value Per Unit | SAR | 157.8742 | ▲ |
| Change (MoM) | SAR | 0.3439 | 0.22 % |
| Total Fund Units | | 65,635,581 | |
| Total Net Assets | SAR | 10,362,164,807.30 | |

PERFORMANCE (CHART)



MATURITY BREAKDOWN (%Total Net Assets)



STATISTICAL ANALYSIS

| Performance (Annualized) | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception |
|---------------------------------|--------|---------|---------|----------|-----------------|
| Excess Returns (%) | 0.04 | 0.08 | 0.10 | 0.34 | 0.27 |
| Alpha (%) | 1.87 | 0.47 | 0.22 | 0.66 | 0.66 |
| Risk (Annualized) | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception |
| Maximum Drawdown (%) | - | - | - | - | - |
| Standard Deviation (%) | 0.04 | 0.15 | 0.21 | 0.19 | 0.37 |
| Downside Risk (SSD) (%) | 0.03 | 0.11 | 0.15 | 0.11 | 0.22 |
| MARKET SENSITIVITY (Annualized) | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception |
| Beta | 0.34 | 0.83 | 0.94 | 0.75 | 0.82 |
| REWARD TO RISK (Annualized) | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception |
| Sharpe Ratio | 78.47 | 15.84 | 9.28 | 8.27 | 6.28 |
| Information Ratio | 0.85 | 0.72 | 1.05 | 3.35 | 1.81 |
| Tracking Error | 0.05 | 0.11 | 0.10 | 0.10 | 0.16 |

CONTACT DETAILS

Al Rajhi Capital Head Office,
King Fahad Road, P. O. Box 5561,
Riyadh 11432,
Kingdom of Saudi Arabia.
Tel.: 920005856
Email: customerservice@alrajhi-capital.com URL: www.alrajhi-capital.com