

Investment objective

The Fund will seek to achieve attractive risk adjusted returns by investing in Sharia compliant Saudi equities based on bottom-up fundamental research and technical analysis. The fund also allows to add GCC Sharia compliant equity names.

Fund Manager Commentary

Our SHUAA Saudi fund was down -1.2% in February 2025, (versus -1.5% benchmark) resulting in YTD performance of +1.4% (versus the benchmark of +1.5%).

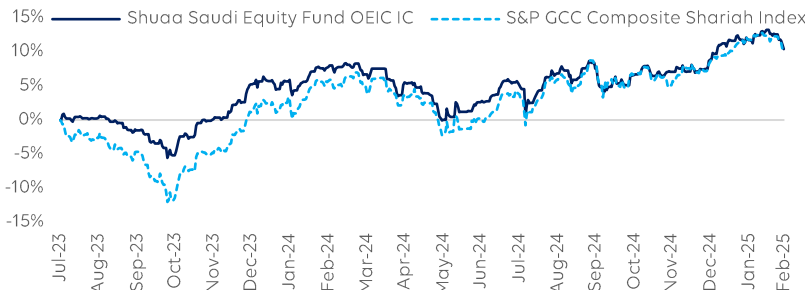
Kuwait continued to outperform regional markets in February 2025 with a m/m total return of +4.2% followed by Bahrain +4.1%, and Dubai +4.0%. Additionally, Qatar and ADX were up +0.5% and +0.3% respectively while Tadawul and Muscat saw downward pressures of -0.7% and -2.5%. YTD, Kuwait remains the best performing market +10.2%, followed by DFM +3.4%, Tadawul +2.7%, and ADX +1.9%. Q4 earnings season is almost over, and our portfolio's aggregate earnings grew c. 30% Y/YoY in Q4 whereas QoQ aggregate earnings were up 6%. UAE delivered highest earnings surprise compared to consensus (+6%), followed by Saudi (+0.3%). Rasan, DIB, and Emaar saw strong earnings beat while Lulu, Burjeel, Bupa, and SAL disappointed.

In Saudi Arabia, reports indicate a decline in demand from first-time homebuyers, dropping to 29% in 2024 from 40% in 2023, driven by soaring prices and high borrowing costs. As a result, apartment prices in Riyadh have surged by nearly 11%, reaching \$1,500 per square meter in 2024. We believe that there is huge potential in the housing market, esp. on the mid-scale affordable options. We are gaining exposure to this real estate story in Saudi Arabia through an overweight position in Saudi banks.

Market data for Dubai suggests a slowdown in the property market, with double-digit month-on-month declines in land and apartment sales. Residential activity decreased by 5% MoM, driven by lower mortgage volumes, while off-plan sales showed a slight increase (+2% MoM) in January. Sales volumes and mortgage transactions stabilize, we expect the pace of growth to moderate in 2025, as affordability challenges and market maturity influences the landscape. Despite this, we maintain an overweight position on UAE real estate developers, like Emaar Development and Aldar as we believe the exceptional backlog, coupled with accelerated execution, presents upside potential for revenues into FY25.

Overall, we believe this region is poised to perform well relative to other emerging markets, driven by stronger consumption patterns (unlike in India, and China) and supported by its peg to the dollar and resilience in oil prices. Regarding oil, Brent crude at \$71 is finding support from the potential delay in OPEC+ output hikes (for the fourth time), which could mitigate the expected oversupply in 2025. Tariffs and risk of trade wars continue to introduce significant uncertainty. IEA now forecasts a more balanced market in 2025 (previously anticipating a wider surplus), due to sanctions on Russia and Iran, along with slightly stronger demand growth in Asia.

Fund Returns Since Inception



Performance Fees of 15% charged since inception until June 2024

Return Statistics

	MTD	3M	6M	YoY	YTD	Inception
SHUAA SAUDI Equity Fund	-1.2%	3.1%	3.3%	2.4%	1.4%	10.4%
S&P GCC Composite Shariah Total Return Index	-1.5%	4.8%	4.0%	4.2%	1.5%	10.1%

Fund Facts

Inception Date	Jul 2023
Domicile	Abu Dhabi Global Markets
Fund Currency	USD/SAR/AED
Asset Class	Sharia compliant Equities
Geography	GCC
ISIN	AE000A3CSWU8
Number of Holdings	44
Subscriptions/Fees	Daily / 0%
Redemptions/Fees	Daily / 0%
Leverage	0%
TER /Mgmt Fee	2.2% / 1.5%
Performance Fee	Zero
Fund Manager	Aarthi Chandrasekaran
Co Fund Manager	Rajat Varna
Investment Manager	SHUAA GMC Limited

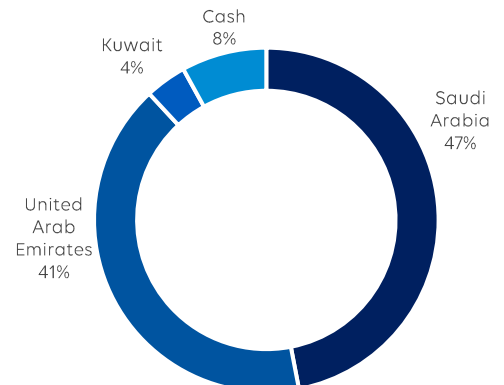
Portfolio Statistics

Fund AUM	\$37.0m
NAV per Share	110.4

Performance

Annualised return	6.4%
Sharpe ratio	0.3
Standard deviation	6.7%
2024 Return	3.3%

Country Allocation



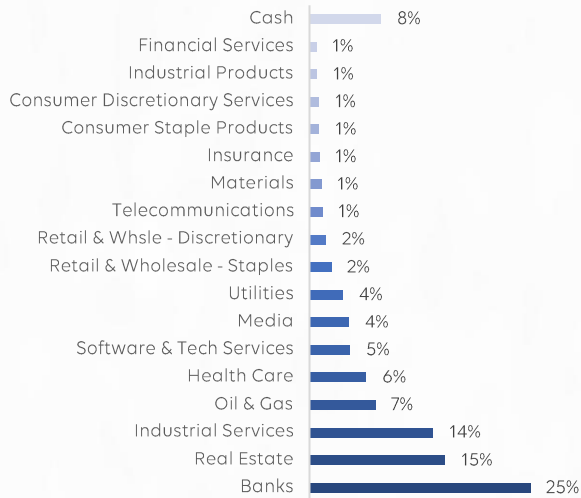
Top 5 holdings (excluding cash)

Al-Rajhi Bank	18.6%
Alinma Bank	5.5%
Emaar Properties	4.9%
Talabat Holding PLC	4.8%
Emaar Development PJSC	4.0%

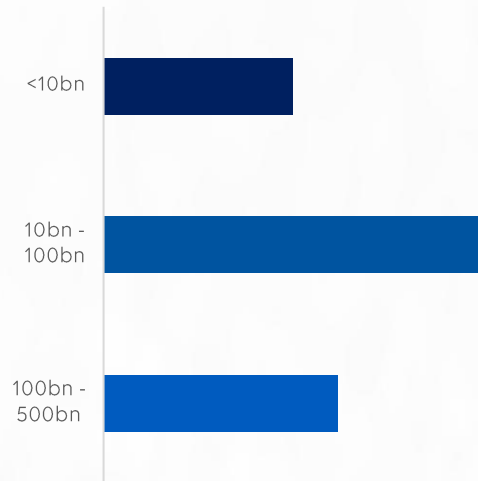
Fund Metrics

RoE	27.2%
Earnings Yield	6.5%
PE (12m Forward)	15.3x
EV/EBITDA (12m Forward)	11.1x
Net Debt/EBITDA	0.3x

Sector Allocation



Equity Market Capitalization of Holdings (USD)



Top 5 Performers

Aldar Properties	16.7%
Air Arabia	12.9%
Abu Dhabi Islamic Bank	9.0%
Talabat Holding PLC	8.5%
National Medical Care Company	8.2%

Bottom 5 Performers

Burjeel Holdings PLC	-27.5%
Lulu Retail Holdings PLC	-23.6%
Middle East Specialized Cables	-11.4%
SAL Saudi Logistics Services	-10.7%
Rasan Information Tech	-9.4%

Fund Management Sales

+971 2 610 8290
 Amsales@shuaa.com

Address

SHUAA GMC Limited
 Al Khatem Tower, Floor 32
 ADGM Square, Al Maryah Island
 P.O. Box 764606, Abu Dhabi, UAE

Disclaimer: The opinions presented herein are based on general information at the time of writing and are subject to change without notice. SHUAA GMC Limited ("SHUAA"), SHUAA Capital psc ("SHUAA Capital"), and/or affiliate companies (together with SHUAA and SHUAA Capital, the "Group") does not and do not guarantee its accuracy or completeness. Shuaa GMC Limited is the "Investment Manager" (IM) which is a prudential category 3C licensed firm regulated by Abu Dhabi Global Market ("ADGM") Financial Services Regulatory Authority ("FSRA"). The information is intended only for qualified investors that meet the criteria set by the FSRA as professional clients or market counterparties, and is not intended for retail clients. The content is provided within the UAE by SHUAA. No regulatory authority have reviewed or approved this content. This sheet is provided for informational purposes only. It is not an offer to sell or issue, or any solicitation of any offer to purchase, subscribe for or otherwise acquire, any securities, and nothing contained herein shall form the basis of any contract or commitment. Any offering related to the subject matter of this communication will be made pursuant to separate documentation. This sheet February 2025 contain statements about future events and expectations that are forward-looking statements. Such statements typically contain words such as "expects" and "anticipates" and similar words. Any statement in this material that is not a statement of historical fact is a forward-looking statement that involves known and unknown risks and none of the information should be taken as forecasts or promises nor as implying any indication, assurance or guarantee that the assumptions on which the content has been prepared are correct or exhaustive. Past performance is not necessarily indicative of future results. The information in this sheet are provided at the date of writing and are subject to change without notice. There is no obligation to update or modify this information if there are changes. No representation or warranty, express or implied, is made or given by or on behalf of SHUAA, the Group, or any of their shareholders, affiliates, directors, employees, agents or advisers or any other person as to the accuracy, completeness or fairness of the information or opinions contained in this presentation. Neither SHUAA nor the Group nor any of their respective shareholders, affiliates, directors, employees, agents or advisers or any other person accepts any liability (in negligence or otherwise) whatsoever for any arising from any use of this contents or otherwise arising in connection herewith. This presentation does not constitute a recommendation regarding the purchase of any financial instrument. The recipient is strongly advised to seek their own independent advice in relation to any investment, financial, legal, tax, accounting or regulatory issues discussed herein.