



## FUND OVERVIEW

Alkhabeer Diversified Income Traded Fund ("the Fund") is a closed-ended Shari'a-compliant investment traded fund established in accordance with the applicable laws and regulations of the Kingdom of Saudi Arabia and regulated by the Capital Market Authority (CMA). The Fund's investment objective is to generate periodic income to investors by investing in Shari'a-compliant income generating assets. The Fund Manager "Alkhabeer Capital" plans to invest in Sukuk, trade finance transactions, leasing transactions, income funds and Murabaha transactions, either directly or through investment funds.

## KEY FUND FACTS

TADAWUL SYMBOL	4700
BLOOMBERG SYMBOL	AKDICIF:AB
FUND TYPE	Closed-ended Traded Public Fund
LISTING DATE	19 January 2021
FUND TERM	99 years, starting as from the Listing Date, renewable
NET ASSET VALUE PER UNIT	SAR 9.6216
FUND ASSETS SIZE*	SAR 485,014,561
FUND'S TOTAL CAPITAL AS AT THE LISTING DATE	SAR 472,814,700
FINANCING AMOUNT*	SAR 27,957,672
RATIO OF LOANS TO FUND'S TOTAL ASSET VALUE*	5.76%
RATIO OF LOANS TO FUND'S NET ASSET VALUE AS AT THE END OF THE REPORTING QUARTER	6.15%
RATIO OF LOANS TO FUND'S NET ASSET VALUE AS AT THE END OF THE REPORTING QUARTER	0.00%
VALUE OF FUND MANAGER'S INVESTMENT TO FUND'S NET ASSET VALUE AS AT THE END OF THE REPORTING QUARTER	0.00%
RISK LEVEL	High
FUND CURRENCY	Saudi Arabian Riyal (SAR)
INVESTMENT ADVISOR AND FUND SUB-MANAGER	N/A
RATIO OF UNDERLYING FUNDS' MANAGEMENT FEES	0.35%
NUMBER OF DAYS WEIGHTED AVERAGE	92 Days

\* As of 30 September 2024 (Unaudited).

## FINANCIAL INDICATORS\*

VALUATION FREQUENCY	Quarterly
FUND'S TOTAL ASSET VALUE*	SAR 485,014,561
FUND UNITS' NET ASSET VALUE*	SAR 454,921,342
AMOUNT OF DEALING EXPENSES FOR THE REPORTING QUARTER TO FUND'S AVERAGE NET ASSET VALUE	N/A
RATIO OF DEALING EXPENSES FOR THE REPORTING QUARTER TO FUND'S AVERAGE NET ASSET VALUE	0.00%
RATIO OF TRANSACTION EXPENSES FOR THE REPORTING QUARTER TO FUND'S AVERAGE NET ASSET VALUE	0.00%
RATIO OF FUND'S EXPENSES AND FEES TO FUND'S TOTAL ASSET VALUE**	0.50%
RATIO OF FUND'S TOTAL COSTS TO FUND'S TOTAL ASSET VALUE***	0.60%
RATIO OF FUND'S TOTAL COSTS TO FUND'S AVERAGE NET ASSET VALUE****	0.63%
FUND'S TOTAL COSTS FOR THE REPORTING QUARTER	SAR 2,889,117

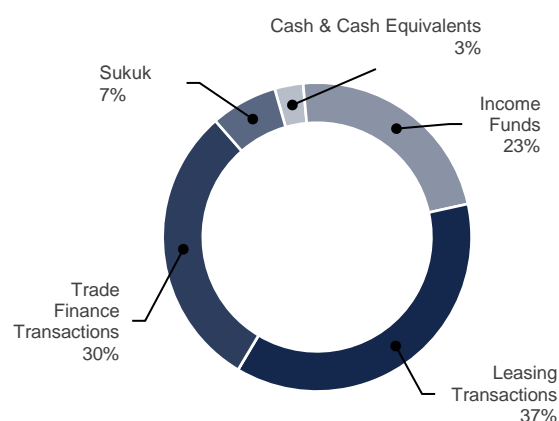
\* As of 30 September 2024 (Unaudited).

\*\* Fund expenses and fees are all Fund expenses during the reporting quarter, excluding financing costs.

\*\*\* Fund total costs are all Fund fees and expenses, including financing costs.

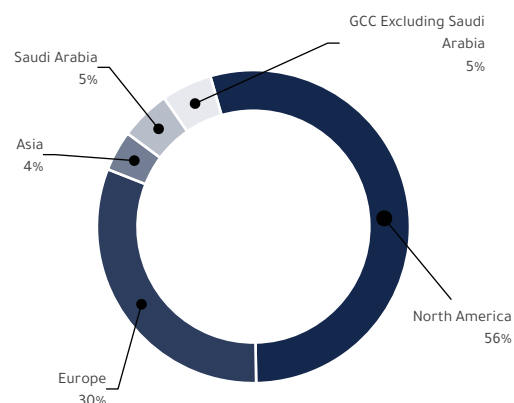
\*\*\*\* Fund average NAV for the reporting period = SAR 457,067,631

## FUND PORTFOLIO INVESTMENT CONCENTRATION RATIOS \*

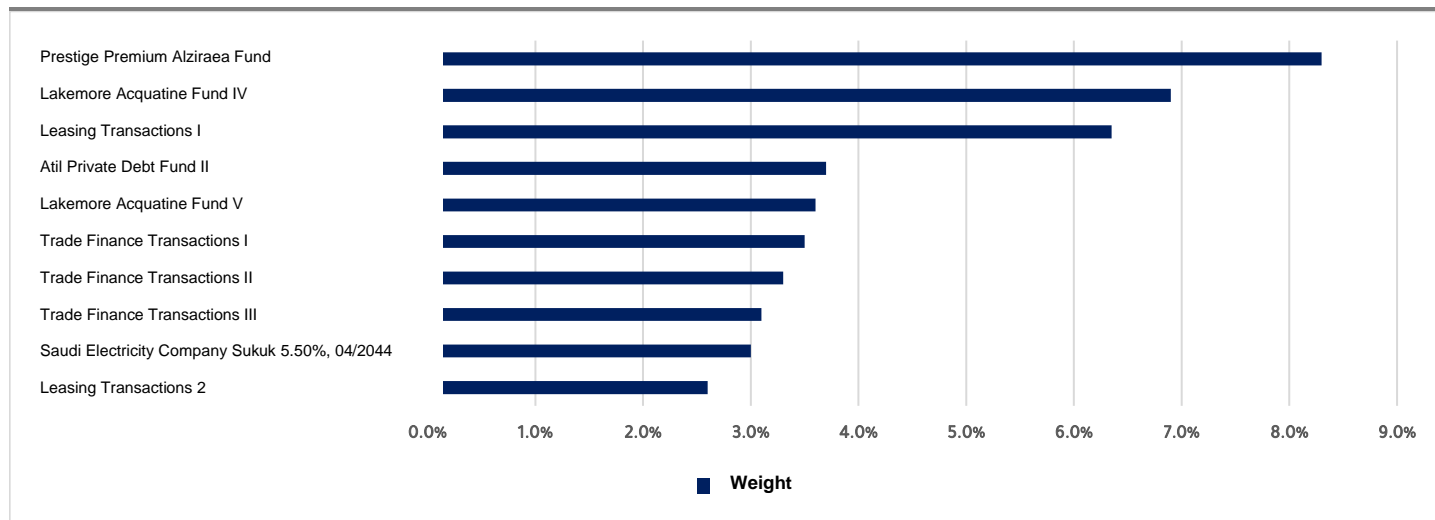


The average term of Fund investments is 2.7 years.

## DISTRIBUTION OF INVESTMENTS BY GEOGRAPHY



## LARGEST TEN INVESTMENTS IN THE FUND



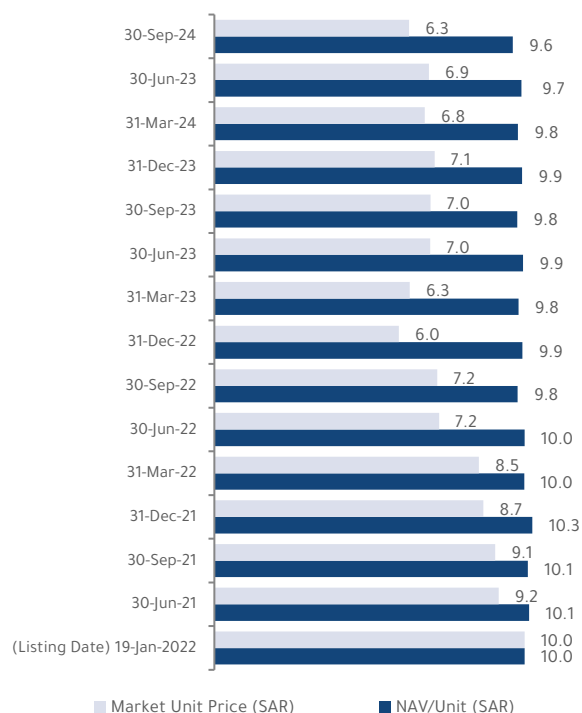
## FUND ASSETS INFORMATION

TRADE FINANCE PORTFOLIO TOTAL VALUE	SAR 147,662,751
LEASING PORTFOLIO TOTAL VALUE	SAR 181,787,793
SUKUK PORTFOLIO TOTAL VALUE	SAR 33,119,830
INCOME FUNDS PORTFOLIO TOTAL VALUE	SAR 109,976,629
TOTAL CASH AND CASH EQUIVALENT	SAR 12,467,558

## FUND MARKET VALUE INFORMATION\*

AS AT THE LISTING DATE	SAR 472,814,700
AS AT 31 MARCH 2021	SAR 428,370,118
AS AT 30 JUNE 2021	SAR 433,098,265
AS AT 30 SEPTEMBER 2021	SAR 427,897,304
AS AT 31 DECEMBER 2021	SAR 409,930,345
AS AT 31 MARCH 2022	SAR 402,838,124
AS AT 30 JUNE 2022	SAR 342,317,843
AS AT 30 SEPTEMBER 2022	SAR 339,480,955
AS AT 31 DECEMBER 2022	SAR 281,324,747
AS AT 31 MARCH 2023	SAR 297,873,261
AS AT 30 JUNE 2023	SAR 329,079,031
AS AT 30 SEPTEMBER 2023	SAR 329,551,846
AS AT 31 DECEMBER 2023	SAR 335,698,437
AS AT 31 MARCH 2024	SAR 320,568,367
AS AT 30 JUNE 2024	SAR 326,714,958
AS AT 30 SEPTEMBER 2024	SAR 296,927,632

\*Based on the Unit Price.

NET ASSET VALUE AND  
UNIT PRICE PERFORMANCE\*

## FUND UNITS INFORMATION

UNIT PRICE AS AT THE END OF Q3 (30 SEPTEMBER 2024)	SAR 6.28
CHANGE IN UNIT PRICE COMPARED TO THE PREVIOUS QUARTER (FROM 30 JUNE 2024 TO 30 SEPTEMBER 2024)	-9.12%
UNIT PRICE PERFORMANCE SINCE THE LISTING DATE (FROM THE LISTING DATE TO END Q3 2024)	-37.20%
52-WEEK HIGH	SAR 7.23
52-WEEK LOW	SAR 6.20
NUMBER OF OUTSTANDING UNITS	47,281,470 Units
P/E RATIO	N/A

## DIVIDEND DISTRIBUTION

<b>DIVIDEND DISTRIBUTION POLICY</b>	The Fund Manager will distribute 100% of the semi-annual profits received from the returns on the Fund's investments after deducting the expenses from the Unitholders twice a year, provided distributions are made during the months of August and February annually.
<b>TOTAL DIVIDENDS PAID IN THE REPORTING QUARTER*</b>	SAR 13,238,812
<b>TOTAL DIVIDENDS DISTRIBUTED FOR THE LAST SEMI-ANNUAL PERIOD**</b>	SAR 13,238,812
<b>DIVIDENDS DISTRIBUTED FOR THE LAST SEMI-ANNUAL PERIOD PER UNIT</b>	SAR 0.28
<b>RATIO OF DIVIDENDS DISTRIBUTED IN THE REPORTING QUARTER TO THE INITIAL UNIT PRICE</b>	2.80%
<b>DIVIDENDS DISTRIBUTED ON UNIT PRICE</b>	4.46%
<b>TOTAL INCOME FOR THE REPORTING QUARTER*</b>	SAR 11,835,352
<b>RATIO OF TOTAL INCOME FOR THE REPORTING QUARTER TO THE UNIT PRICE (30 SEPTEMBER 2024)</b>	3.99%

\* From 1 July 2024 to 30 September 2024.

\*\* From 1 January 2024 to 30 June 2024 (Distributed Dividends paid on 20 August 2024).

## FUND PERFORMANCE CRITERIA AND INDICATORS

<b>BENCHMARK</b>	12 months Term SOFR + 300 bps*
<b>INITIAL UNIT PRICE (AT THE INITIAL OFFERING)</b>	SAR 10
<b>UNIT PRICE PERFORMANCE SINCE THE PREVIOUS PERIOD**</b>	-9.12%
<b>UNIT PRICE PERFORMANCE SINCE THE DATE OF INCEPTION***</b>	-37.20%
<b>TOTAL RETURN SINCE THE DATE OF INCEPTION****</b>	-19.16%

\* On 16 May 2023, the Fund has changed its benchmark from the London Interbank Offered Rate (LIBOR) 12 months + 300 basis points to the Secured Overnight Financing Rate (Term SOFR) 12 months + 300 basis points.

\*\* Unit Price as at 30 June 2024 = SAR 6.91 .

\*\*\* From the Fund's Date of Inception to end Q3 2024.

\*\*\*\*Total Return = Unit Price Performance + Total Dividend Distributions (if any).

Note: It should be noted that the Unit Price on the Exchange may increase or decrease based on market factors.

## DESCRIPTION OF THE FUND'S BENCHMARK

The Fund's Benchmark is 12 months Term SOFR plus 300 bps.

## PERFORMANCE ASSESSMENT CRITERIA AND INDICATORS\*

	ALKHABEER INCOME FUND	12M TERM SOFR + 300 BPS*
<b>NET ASSET VALUE PER UNIT AS AT THE BEGINNING OF THE PERIOD*</b>	9.7123	N/A
<b>NET ASSET VALUE PER UNIT AS AT THE END OF THE PERIOD**</b>	9.6216	N/A
<b>UNIT PERFORMANCE</b>	-0.93%	1.79%***

\* As at 30 June 2024G.

\*\* As at 30 September 2024G.

\*\*\* Benchmark average return is 7.93% per annum, or a return of 1.79% for the reporting quarter.

## OWNERSHIP OF FUND INVESTMENTS

OWNERSHIP	PERCENTAGE (%)
<b>FREEHOLD</b>	100%
<b>LEASEHOLD</b>	0%

## RETURNS

ITEM	3 MONTHS*	YEAR TO DATE**	ONE YEAR***	3 YEARS	5 YEARS
TOTAL RETURN/NAV PER UNIT "FUND PERFORMANCE"	1.95%	2.78%	4.46%	15.54%	N/A
BENCHMARK PERFORMANCE	1.79%	5.81%	7.93%	25.97%	N/A
PERFORMANCE SPREAD	0.16%	-3.03%	-3.47%	-10.43%	N/A

\* For the period from 30 June 2024 to 30 September 2024.

\*\* For the period from 31 December 2023 to 30 September 2024, including cash distributions of 5.70%.

\*\*\* For the period from 30 September 2023 to 30 September 2024, including cash distributions of 5.70%.

## PERFORMANCE AND RISKS

PERFORMANCE AND RISKS CRITERIA	3 MONTHS <sup>1</sup>	YEAR TO DATE <sup>2</sup>	ONE YEAR <sup>3</sup>	3 YEARS	5 YEARS
STANDARD DEVIATION <sup>4</sup>	20.7	13.7	12.9	14.9	N/A
SHARPE RATIO <sup>5</sup>	-0.81	-0.45	-0.62	-0.53	N/A
TRACKING ERROR <sup>6</sup>	20.7	13.7	13.0	15.0	N/A
BETA <sup>7</sup>	0.6	-2.7	-1.9	-1.6	N/A
ALPHA <sup>8</sup>	-0.19	-0.08	-0.10	-0.11	N/A
INFORMATION RATIO <sup>9</sup>	-0.96	-0.63	-0.81	-0.75	N/A

1. For the period from 30 June 2024 to 30 September 2024.

2. For the period from 31 December 2023 to 30 September 2024.

3. For the period from 30 September 2023 to 30 September 2024.

4. Standard Deviation is a measure of risk. It is calculated as any volatility in returns over a period of time. The lower the volatility, the more homogeneous the set of returns.

5. Sharpe Ratio is a risk-adjusted performance measure. It is calculated as the difference as the Fund Manager excess return over the risk-free rate, divided by the Standard Deviation. The greater a portfolio's Sharpe Ratio, the better its risk-adjusted performance.

6. Tracking Error is a measure of risks. It is calculated as the Standard Deviation between the Fund Manager's return and the Benchmark's return. The lower the Tracking Error, the lower the Fund Manager deviates from the Benchmark.

7. Beta is a measure of the average historical sensitivity of the Fund's returns compared to market returns. It is calculated by using the covariance of the Fund and the market on the variance of the market.

8. Alpha measures any excess return achieved by the Fund compared to the performance of the index.

9. Information Ratio is a risk-adjusted performance measure. It is calculated as the active return of the Fund Manager, divided by its tracking error. The higher the Information ratio, the higher the Fund Manager ability to generate excess returns per Unit of excess risk. Knowing that the performance and risk parameters were calculated based on the Unit's trading prices in the market.

## FUND HIGHLIGHTS AND ANY FUNDAMENTAL OR NON-FUNDAMENTAL CHANGES AFFECTING THE PERFORMANCE OF THE FUND

There were no fundamental or non-fundamental developments or changes affecting the performance of the Fund.

## OVERVIEW OF THE LEASING, TRADE FINANCE AND SUKUK INDUSTRIES

### LEASING INDUSTRY OVERVIEW

- According to the Equipment Leasing and Finance Association (ELFA), U.S. companies borrowed 10% less YoY in August to finance equipment investments. New loans, leases, and lines of credit were down 17% from July. ELFA President mentioned that the Fed's decision to lower interest rates may boost equipment demand, although some businesses might hold off on investing until rates drop further.
- The Equipment Leasing and Finance Association's (ELFA) Monthly Leasing and Finance Index (MLFI -25) reported that new business volume for August 2024 was USD 9.2 billion, down 10% YoY from August 2023. MoM, new business volume decreased by 17% from July's USD 11.1 billion. Despite the decline, year-to-date cumulative new business volume is up 3.5% compared to 2023, indicating overall growth in the sector.

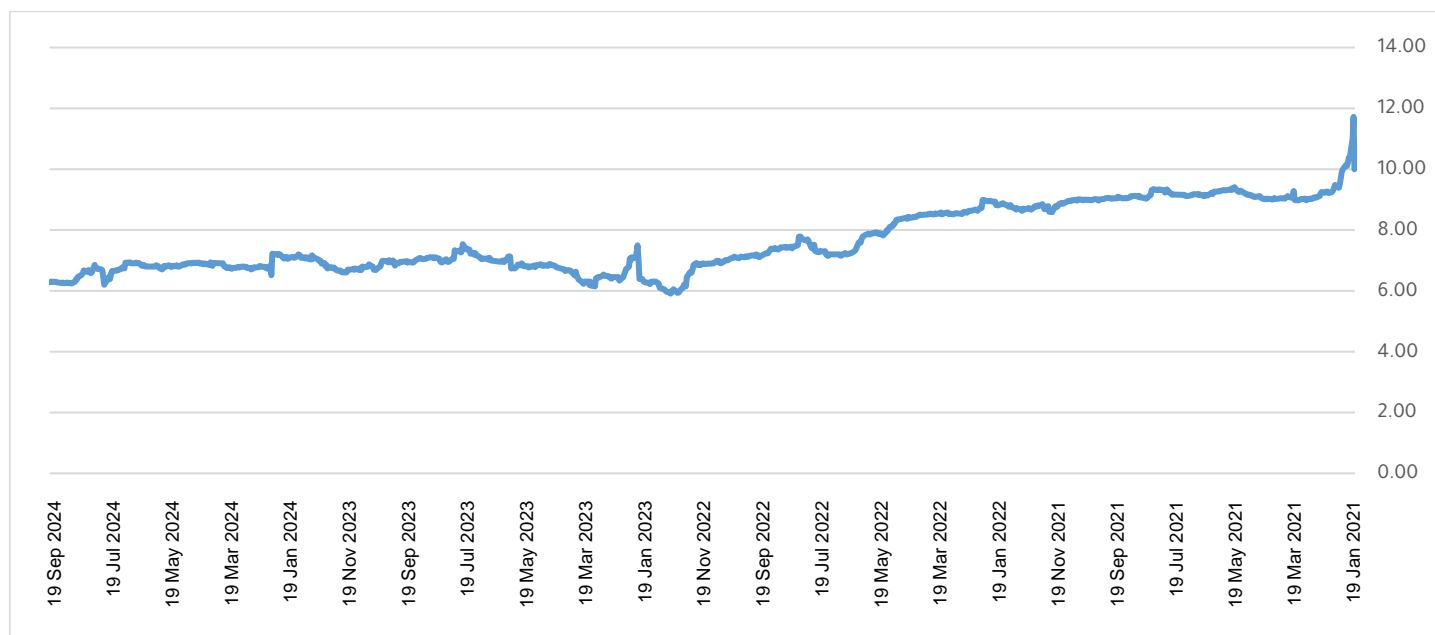
### TRADE FINANCE INDUSTRY OVERVIEW

- The global trade finance gap has widened to USD 2.5 trillion (per recent ADB survey of September 2023), registering a 47% increase from its previous survey which had estimated the 2020 trade finance gap at USD 1.7 trillion.
- The larger-than-expected rate cut by the US Federal Reserve in September triggered a global easing cycle, reducing borrowing costs and encouraging business investment. Meanwhile, in China, the government introduced its most significant stimulus package for consumers and the financial sector since the pandemic, aiming to jumpstart the faltering economy.

## SUKUK INDUSTRY OVERVIEW

- Moody's anticipates a significant increase in global Sukuk issuance in 2024, driven by strong demand from the Gulf Cooperation Council (GCC) and Southeast Asia. The agency projects total issuance to be between USD 200 billion and USD 210 billion, surpassing last year's record of nearly USD 200 billion.
- In terms of performance, in Q3 2024, the US Dow Jones Sukuk Index (ex-reinvestment) rose 4.57%, while the S&P GCC Bond and Sukuk Index gained by 5.02%.

## PERFORMANCE OF THE UNIT PRICE TRADED ON THE EXCHANGE SINCE THE INCEPTION OF THE FUND \*



### FOR FURTHER INFORMATION

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