

# INVESTMENT OVERVIEW (SALAMA STRATEGIES & FUNDS)

August 2024





## **Shaping tomorrows, together.**

Salama Islamic Arab Insurance Company (Salama) is one of the world's largest and longest-established Shariah-compliant Takaful solutions providers listed on the Dubai Financial Market, with paid-up capital of AED 939 million.

Since its incorporation in 1979, Salama has been a pioneer in the Takaful industry, having won many industry awards and accolades. Salama's stability and success can be attributed to its customer-centric approach that keeps its customers and partners at the heart of the business, while staying committed to its Takaful principles. The company is recognized for providing the most competitive and diverse range of family, motor, general and health Takaful solutions that meet the ever-changing demand of its individual and corporate customers in the UAE and, through its extensive network of subsidiaries and associates, in Egypt and Algeria.

As the preferred Takaful provider for its partners and customers, Salama remains committed to shaping tomorrows, together.

## **Sharia'h Supervisory Committee**

SALAMA has a Sharia'h Supervisory Committee, which is an independent board of qualified scholars of international repute.

The members of this Committee are:

### **Dr. Mohamad Daud Bakar:**

He received his first degree in Shari'ah from University of Kuwait and a Ph.D. from University of St. Andrews, United Kingdom.

### **Dr. Amin Fateh:**

He has Masters in honorable Hadith from the University of Jordan, and a Ph.D. in Islamic studies from the University of Birmingham in Britain.

### **Dr. M. A. Qattan:**

He has a Ph.D. in Islamic Banking from Birmingham University, UK and a BA in Islamic Economics from Al-Imam University in Riyadh, Saudi Arabia.

## Market Commentary

A tumultuous month began with a heavy sell off in equities and remarkably ended with most markets higher. The S&P 500 rose 2.3% whilst the Nasdaq lagged up 1.1%. The Russell 2000 was the worst performer, down 1.6% as the weakness in the US economy has been weighing on domestic company earnings. Elsewhere Europe rose 1.3%, Japan fell 3% and China rose 3.7% on hopes of a stimulus package to revive their ailing property market. General caution was evident in sector performance even as markets rose, with Consumer Staples gaining 5.8%, Healthcare up 5% and Utilities 4.3%. These are regarded as bond proxies that benefit when yields fall as they did this month on the prospect of interest rate cuts as economic growth slows. More cyclical sectors such as energy and consumer discretionary lost 2.3% and 1.1% respectively.

Regional markets rebounded by month-end produced gains of 1.3% m/m on the DFMGI and a muted 0.3% on the TASI and 0.5% on the DSM. In contrast, the ADSM shed a further 0.58%, while the KWSE posted 0.98% despite an improving macro-outlook.

Brent peaked at USD 82.3/barrel in August, and broke the USD 80 handle to close down 2.3% m/m at USD 78.8/barrel. due to a weaker demand outlook in China and as a result of broader sell off of risk assets. Additionally, we note that there has also been widespread softness in product markets, including gasoline and European diesel. The weakness prompted OPEC+ to defer a plan to relax supply curbs by two months.

# Funds Performance Sheet

August 2024

Risk <sup>(1)</sup> Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in millions (All Share Class)	Fund Currency	Asset Class	Fund House	Fund Inception Date	Month to Date	Fund Performance in Percentage %									Fund Management Charges
									Year to Date	6 Month	Year wise			Cummulative			Annualized since inception	
											2023	2022	2021	3 years	5 years	Since inception		
A	IE00BMBWVQ15	Comgest Growth Europe "Z" (USD) ACC	88.16	USD	Equities	Comgest Asset Management	Nov-21	4.20%	11.10%	-1.86%	24.60%	-25.40%				1.20%	0.43%	1.10%
A	LU1654402186	Emirates Islamic India Equity Fund S ACC (1)	24.61	USD	Equities	Emirates NBD Asset Management	Nov-16	2.32%	14.93%	15.98%	22.57%	-31.31%	30.00%	0.38%	84.08%	86.18%	8.28%	1.00%
A	LU1654400487	Emirates World Opportunities S USD ACC (2)	43.95	USD	Equities	Emirates NBD Asset Management	Apr-06	2.26%	10.29%	5.34%	13.55%	-22.74%	23.39%	-0.40%	21.32%	72.30%	3.01%	1.00%
A	LU2233258073	HSBC Islamic Global Equity Index Fund BC ACC	1,895.27	USD	Equities	HSBC Global Asset Management	Apr-21	2.05%	21.79%	12.38%	30.71%	-19.60%	16.70%	29.27%		41.71%	10.96%	0.38%
A	GB00BNTBTF29	Oasis Cresent Global Equity Fund B ACC USD (3)	209.40	USD	Equities	OASIS Global Management	Dec-00	1.03%	9.35%	8.39%	7.23%	-9.69%	13.54%	7.13%	44.34%	332.74%	6.36%	1.00%
A	IE00BYMM1X15	Old Mutual Global Islamic Equity "B" (USD)	201.35	USD	Equities	Old Mutual Investment Group	Feb-17	2.11%	16.69%	9.38%	24.17%	-19.70%	25.40%	24.77%	83.43%	118.10%	10.89%	0.85%
A	AHASPCI:AB	SNB Capital Asia Pacific Index Fund	71.50	USD	Equities	SNB Capital	May-00	2.85%	10.14%	5.91%	13.31%	-24.15%	-2.98%	-7.37%	32.26%	107.77%	3.05%	0.30%
A	AHEMINF:AB	SNB Capital Emerging Markets Index (USD) ACC	84.70	USD	Equities	SNB Capital	Oct-06	1.73%	8.18%	6.24%	0.08%	-24.57%	-5.40%	-23.54%	19.10%	71.76%	3.06%	0.30%
A	AHEURIN:AB	SNB Capital Europe Index Fund	132.90	USD	Equities	SNB Capital	Nov-94	4.43%	14.64%	10.75%	17.71%	-21.79%	16.77%	5.23%	65.56%	493.88%	6.17%	0.30%
A	ALGCCTE:AB	SNB Capital GCC Trading Equity Fund	429.39	SAR	Equities	SNB Capital	Oct-05	0.13%	1.65%	-8.45%	30.86%	6.56%	34.53%	50.12%	111.76%	106.77%	3.91%	1.85%
A	ALHCTRE:AB	SNB Capital Global Health Care Fund	52.90	USD	Equities	SNB Capital	Oct-00	5.32%	21.26%	10.15%	1.37%	-13.02%	16.99%	8.45%	61.44%	291.82%	5.87%	1.85%
A	AHNRAMI:AB	SNB Capital North America Index Fund	588.54	USD	Equities	SNB Capital	Dec-92	2.26%	17.71%	7.68%	23.62%	-21.43%	28.85%	22.31%	97.66%	872.36%	7.44%	0.30%
A	ALSATRE:AB	SNB Capital Saudi Trading Equity Fund	907.67	SAR	Equities	SNB Capital	Jun-98	0.58%	-0.95%	-8.32%	21.14%	2.66%	35.93%	28.15%	92.61%	1723.39%	11.69%	1.75%
A	MU0316S00010	Tata Indian Sharia Equity "B" (USD)	314.82	USD	Equities	TATA Asset Management	Oct-10	0.83%	20.86%	16.05%	23.44%	-16.00%	38.97%	30.87%	129.57%	167.77%	7.33%	2.00%
A	LU0792757196	Templeton Shariah Global Equity "A" (USD) ACC	124.46	USD	Equities	Franklin Templeton Investments	Sep-12	0.92%	6.63%	2.94%	18.27%	-9.21%	7.74%	16.63%	51.12%	75.30%	4.80%	1.50%

# Funds Performance Sheet

August 2024

Risk <sup>(1)</sup> Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in millions (All Share Class)	Fund Currency	Asset Class	Fund House	Fund Inception Date	Month to Date	Year to Date	6 Month	Year wise			Cummulative			Annualized since inception	Fund Management Charges
											2023	2022	2021	3 years	5 years	Since inception		
A	IE00BMF77083	Deutsche Noor Precious Metals Securities "LC" (USD)ACC	49.32	USD	Commodity Equities	Deutsche Asset Management	Feb-07	4.27%	21.43%	45.86%	-1.61%	-10.14%	-13.28%	2.88%	14.45%	-25.93%	-1.70%	1.50%

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											2023	2022	2021	3 years	5 years	Since inception		
C	ALDIUSD:AB	Diversified US Dollar Trade Fund	132.36	USD	Money Market	SNB Capital	Oct-03	0.34%	3.02%	2.16%	4.04%	1.43%	0.58%	8.90%	11.66%	48.11%	1.89%	0.75%
C	JE00B5VNNC57	Emirates Islamic Money Market I USD ACC	536.45	USD	Money Market	Emirates NBD Asset Management	Apr-10	0.41%	3.71%	2.52%	4.63%	1.40%	0.58%	10.18%	12.93%	27.27%	1.69%	0.25%
C	ALINTRA:AB	SNB Capital International Trade Fund	146.60	USD	Money Market	SNB Capital	Mar-87	0.41%	3.69%	2.64%	4.91%	1.50%	0.38%	10.55%	13.03%	201.90%	2.99%	0.45%

Risk <sup>(1)</sup> Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in millions (All Share Class)	Fund Currency	Asset Class	Fund House	Fund Inception Date	Month to Date	Year to Date	6 Month	Year wise			Cummulative			Annualized since inception	Fund Management Charges
											2023	2022	2021	3 years	5 years	Since inception		
B	LU1654403317	Emirates Islamic Global Balanced "S" (USD) ACC	44.79	USD	Multi Asset Class	Emirates NBD Asset Management	May-18	1.31%	10.03%	6.75%	9.62%	-14.59%	9.77%	6.90%	47.06%	53.06%	7.03%	1.00%
B	GB00BLD0TN90	Oasis Crescent Global Low Equity Fund B ACC USD (4)	27.44	USD	Multi Asset Class	OASIS Global Management	Apr-11	1.86%	7.13%	7.64%	5.17%	-12.70%	10.49%	-0.24%	17.06%	29.69%	1.96%	1.00%
B	GB00BNTBTJ66	Oasis Crescent Global Medium Equity Fund B ACC USD (5)	28.51	USD	Multi Asset Class	OASIS Global Management	Feb-12	1.56%	7.53%	7.76%	6.14%	-11.81%	10.64%	2.16%	23.87%	43.65%	2.94%	1.00%
C	ALCONGP:AB	SNB Capital Multi-Asset Conservative Fund	130.96	USD	Multi Asset Class	SNB Capital	Oct-03	0.59%	5.51%	3.90%	11.36%	-0.77%	5.39%	17.39%	31.75%	99.04%	3.34%	1.00%
A	ALHIGRP:AB	SNB Capital Multi-Asset Growth Fund	80.16	USD	Multi Asset Class	SNB Capital	Oct-03	1.28%	9.30%	5.34%	21.01%	-14.67%	17.99%	18.85%	65.25%	214.70%	5.63%	1.50%
B	ALMEDGP:AB	SNB Capital Multi-Asset Moderate Fund	124.40	USD	Multi Asset Class	SNB Capital	Oct-03	1.18%	8.28%	5.11%	17.36%	-7.88%	12.79%	22.00%	54.19%	156.60%	4.61%	1.25%

Risk <sup>(1)</sup> Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in millions (All Share Class)	Fund Currency	Asset Class	Fund House	Fund Inception Date	Month to Date	Year to Date	6 Month	Year wise			Cummulative			Annualized since inception	Fund Management Charges
											2023	2022	2021	3 years	5 years	Since inception		
A	GB00BNTBTG36	Oasis Crescent Global Property Equity Fund B ACC USD (6)	90.82	USD	Real Estate	OASIS Global Management	4.97%	12.81%	16.90%	18.73%	-29.84%	32.60%	0.30%	18.83%	14.78%	0.77%	1.00%	1.00%

# Funds Performance Sheet

August 2024

Risk <sup>(1)</sup> Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in millions (All Share Class)	Fund Currency	Asset Class	Fund House	Fund Inception Date	Month to Date	Year to Date	6 Month	Year wise			Cummulative			Annualized since inception	Fund Management Charges
											2023	2022	2021	3 years	5 years	Since inception		
B	LU2765725473	Azimut Global Sukuk Fund (USD) F ACC (7)	697.15	USD	Sukuk	Azimut Group	Dec-13	1.62%	4.62%	4.41%	5.29%	-5.29%	0.86%	3.97%	11.02%	32.75%	2.67%	0.55%
B	AEDFXA30N039	Arqaam Islamic Income "C" (USD) ACC	105.49	USD	Sukuk	Arqaam Capital	Oct-17	1.53%	4.53%	5.49%	4.74%	-3.13%	0.27%	5.50%	10.86%	22.44%	2.99%	0.75%
B	LU1654397162	Emirates Global Sukuk "S" (USD) ACC	150.34	USD	Sukuk	Emirates NBD Asset Management	Aug-19	1.13%	4.61%	4.85%	5.78%	-7.40%	-0.52%	1.60%		1.60%	0.31%	0.75%
B	LU1931868076	Franklin Global Sukuk "W" (USD) ACC	740.60	USD	Sukuk	Franklin Templeton Investments	Jan-19	1.86%	3.09%	4.25%	0.26%	-6.68%	0.08%	0.92%	8.88%	20.20%	3.34%	0.70%
B	AEDFXA1T6475	Mashreq Al Islami Inc "C" (USD)	79.26	USD	Sukuk	Mashreq Asset Management	Feb-21	1.86%	-17.64%	-24.00%	0.75%	-9.80%	-2.60%	-12.57%		-4.16%	-1.19%	0.70%
B	GB00BNTBTH43	Oasis Crescent Global Income Fund B ACC USD (8)	49.55	USD	Sukuk	OASIS Global Management	Apr-10	0.44%	3.28%	3.33%	11.71%	-6.14%	1.15%	7.64%	15.80%	47.99%	2.76%	0.25%
B	LU1039522393	Rasmala Global Sukuk (USD) ACC	18.68	USD	Sukuk	Rasmala Investment Bank Limited	Apr-12	1.78%	4.16%	4.30%	3.79%	-3.76%	3.17%	3.89%	11.82%	46.36%	3.13%	0.85%

<sup>(1)</sup> A = Aggressive

<sup>(1)</sup> B = Balanced

<sup>(1)</sup> C = Conservative

<sup>(1)</sup> SALAMA is offering the S share class of Emirates Islamic India Equity Fund. However, the performance shown is that of the A share class, as the S share class is newly launched.

<sup>(2)</sup> SALAMA is offering the S share class of Emirates World Opportunities Fund. However, the performance shown is that of the A share class, as the S share class is newly launched.

<sup>(3)</sup> SALAMA is offering the B share class of Oasis Crescent Global Equity Fund. However, the performance shown is that of the A share class, as the B share class is newly launched.

<sup>(4)</sup> SALAMA is offering the B share class of Oasis Crescent Global Low Equity Fund. However, the performance shown is that of the A share class, as the B share class is newly launched.

<sup>(5)</sup> SALAMA is offering the B share class of Oasis Crescent Global Medium Equity Fund. However, the performance shown is that of the A share class, as the B share class is newly launched.

<sup>(6)</sup> SALAMA is offering the B share class of Oasis Crescent Global Property Equity Fund. However, the performance shown is that of the A share class, as the B share class is newly launched.

<sup>(7)</sup> SALAMA is offering the F share class of Azimut Global Sukuk Fund. However, the performance shown is that of the A share class, as the F share class is newly launched.

<sup>(8)</sup> SALAMA is offering the B share class of Oasis Crescent Global Income Fund. However, the performance shown is that of the A share class, as the B share class is newly launched.

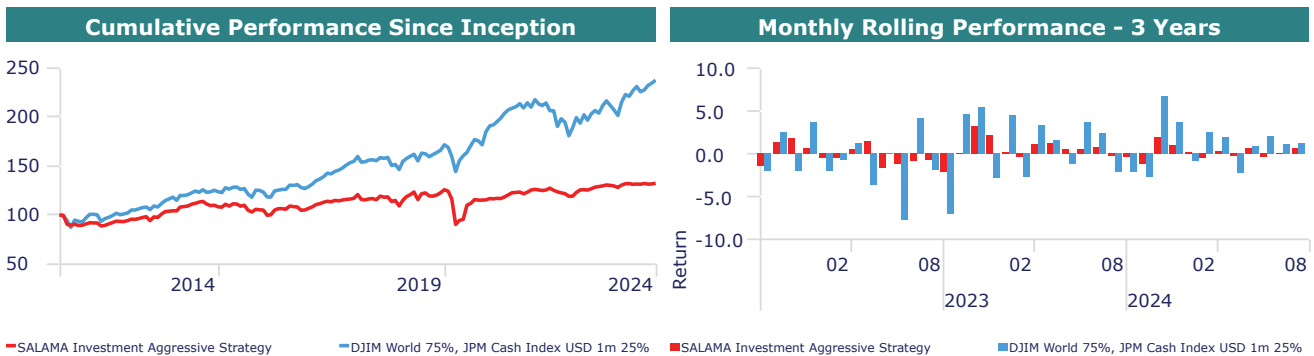
## SALAMA Investment Aggressive

Shariah Compliant

As of 8/31/2024

NAV: 132,33

- SALAMA Aggressive Strategy places a higher percentage of their assets in equities rather than safer debt securities because they are willing to accept market swings, and seeks a higher potential return on their investments.
- The strategy builds a portfolio that bear a fairly high amount of risk however the strategy has a maximum exposure to equities to limit the downside risk.
- The breakdown of the index is MSCI World Islamic NR \$ Index 45%, MSCI EM Islamic NR \$ Index 15%, S&P GCC Composite Shariah Index 10%, Citi Sukuk Index 25%, Islamic Money Market 5%



### Risk

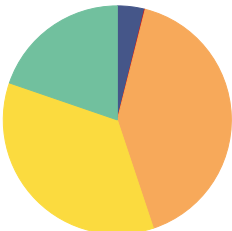
	Std Dev	Sharpe
SALAMA Investment Aggressive Strategy	3.96	-0.30
DJIM World 75%, JPM Cash Index USD 1m 25%	11.59	0.06

### Monthly Returns - Salama Investment Aggressive Strategy

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2024	0.13	-0.56	0.28	-0.24	0.60	-0.46	0.11	0.59					0.44
2023	0.22	-0.36	1.11	1.22	0.52	0.48	0.78	-0.34	-0.45	-1.18	1.88	1.04	4.98
2022	-0.52	-0.48	0.50	1.46	-1.70	-1.25	-0.84	-0.72	-2.15	0.02	3.25	2.10	-0.49
2021	-0.18	0.40	-0.14	1.39	1.86	1.72	0.26	0.27	-1.44	1.36	1.79	0.60	8.13
2020	-1.26	-6.51	-22.21	4.55	1.18	15.10	1.63	3.52	-0.51	0.00	0.22	1.12	-7.24
2019	5.40	3.07	1.80	2.18	-6.24	5.15	0.71	-2.58	-0.14	1.03	1.82	2.60	15.20
2018	3.32	-4.10	-0.52	0.90	0.32	-1.04	3.22	-0.97	0.30	-3.97	0.92	-4.87	-6.67
2017	1.52	2.01	0.87	1.25	0.98	-0.52	1.27	-0.43	0.76	0.56	0.29	0.66	9.58
2016	-5.00	0.37	4.83	1.41	0.00	-0.60	3.19	-0.67	-0.20	-3.21	0.34	1.57	1.67
2015	-0.35	2.81	-1.73	2.11	-0.14	-2.02	0.93	-4.75	-1.68	2.71	-0.44	-0.30	-3.06
2014	-0.15	3.79	0.47	0.50	1.67	0.80	1.17	0.61	-2.39	-1.37	0.32	-1.48	3.87
2013	1.60	-0.23	0.86	1.14	0.84	-4.14	4.15	-0.67	3.52	2.57	0.32	0.46	10.67
2012	1.53	1.28	-0.13	-0.13	-3.32	0.68	1.67	1.53	1.60	-0.32	-0.18	1.04	5.25
2011	—	—	—	—	—	—	-0.39	-9.26	-1.19	1.48	-1.46	0.20	—

### Asset Type Breakdown

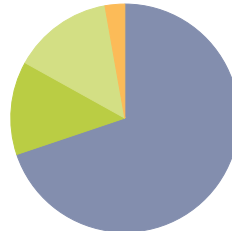
Portfolio Date: 31/08/2024



	%
Equity	3,8
Cash	0,5
Sukuk	39,7
Private Debt	36,3
Private Equity	19,7
FoF	0,0
<b>Total</b>	<b>100,0</b>

### Strategy Breakdown

Portfolio Date: 31/08/2024



	%
US & Canada	0,0
Mena	72,3
Europe	14,8
Asia ex Japan	12,3
Cash	0,5
<b>Total</b>	<b>100,0</b>

[Monthly Commentary](#)

Overall markets are optimistic whilst looking to the Fed to cut interest rates and boost valuations but are cautious that the economic damage from current high interest rates may be more severe than expected. The technology sector continues to generate far superior growth to other sectors and we would continue to favor many of these stocks despite premium valuations. We also like consumer staples and healthcare as more defensive high-quality names that should do well in a slowing economic environment. Cyclical are likely to struggle as earnings decline as demand weakens.



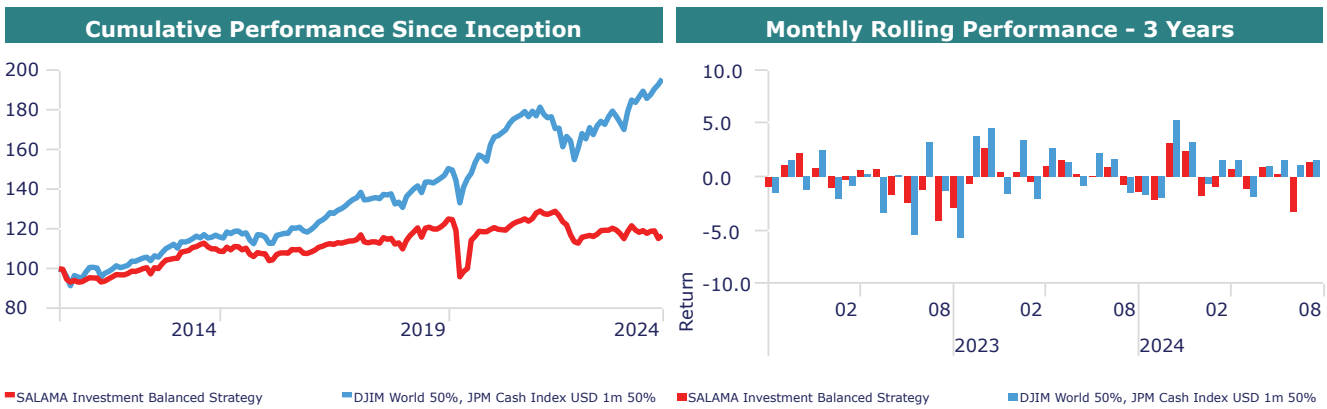
## SALAMA Investment Balanced

### Shariah Compliant

As of 8/31/2024

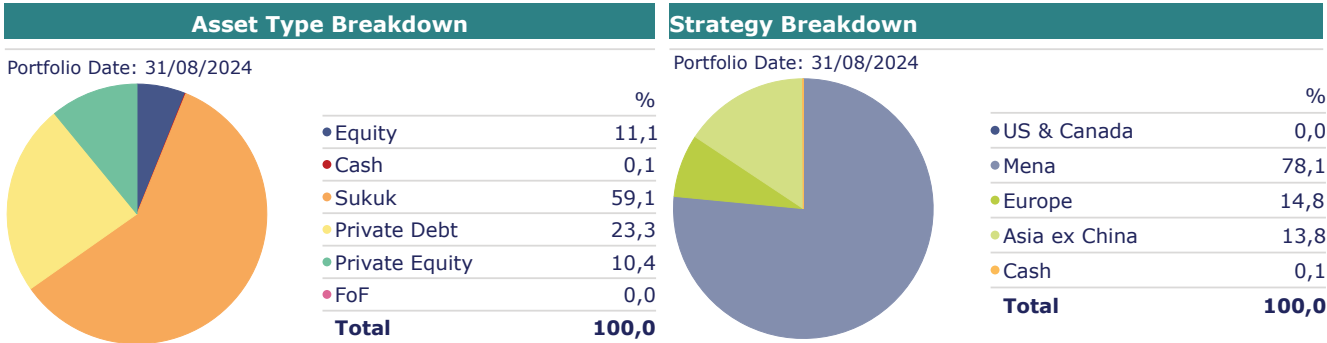
NAV: 116,74

- SALAMA Balanced Strategy is suitable for those investors with a longer time horizon and have some risk tolerance due to its moderate risk-reward profile. It analyzes all asset classes and decides the best allocation among a wide range of funds.
- The key to a balanced investment strategy is in the diversification and management of the portfolio
- The breakdown of the index is MSCI World Islamic NR \$ Index 30%, MSCI EM Islamic NR \$ Index 10%, S&P GCC Composite Shariah Index 5%, Citi Sukuk Index 50%, Islamic Money Market 5%



	Std Dev	Sharpe
SALAMA Investment Balanced Strategy	5.77	-1.01
DJIM World 50%, JPM Cash Index USD 1m 50%	8.96	-0.04

Monthly Returns - Salama Investment Balanced Strategy													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2024	-1.76	-0.97	0.74	-1.14	0.87	0.19	-3.26	1.34					-4.01
2023	0.39	-0.47	1.00	1.51	0.19	-0.03	0.88	-0.78	-1.46	-2.19	3.12	2.42	4.56
2022	-1.05	-0.30	0.58	0.67	-1.69	-2.43	-1.23	-4.14	-2.93	-0.66	2.63	0.41	-9.86
2021	-0.74	-0.14	-0.21	1.46	1.26	0.73	0.50	0.72	-0.93	1.06	2.24	0.80	6.91
2020	-0.23	-4.28	-19.57	2.73	1.57	14.17	1.68	2.17	-0.17	0.00	0.95	0.79	-3.44
2019	3.91	2.06	1.67	1.64	-3.89	3.90	0.45	-0.75	-0.08	0.89	1.29	2.00	13.64
2018	2.11	-3.03	-0.41	0.44	-0.04	-0.58	2.50	-0.75	0.43	-2.50	0.56	-2.69	-4.06
2017	0.87	1.23	0.52	0.75	0.44	-0.39	0.81	-0.20	0.46	0.46	0.08	0.54	5.70
2016	-3.18	0.40	2.50	0.77	0.05	-0.15	1.73	-0.15	0.17	-1.73	-0.12	0.70	0.88
2015	-0.13	1.99	-1.22	1.55	-0.10	-1.41	0.77	-2.84	-1.00	1.87	-0.46	-0.13	-1.22
2014	0.11	2.87	0.41	0.39	1.37	0.41	0.95	0.59	-1.63	-0.94	0.09	-1.13	3.46
2013	1.22	-0.16	0.61	0.84	0.48	-3.10	3.19	-0.47	2.41	1.83	0.32	0.44	7.74
2012	1.15	1.01	-0.15	-0.01	-2.09	0.50	1.22	1.10	1.15	-0.17	-0.02	0.70	4.40
2011	-	-	-	-	-	-	-0.23	-5.02	-1.47	0.93	-0.93	0.20	-



### Monthly Commentary

Given the current uncertainties, the 10-year Treasury yield has already dropped below 3.8% as of early August, and we believe further gains from this point are unlikely unless we see further dents in labour market. Despite strong performance in high yield bonds this year, we maintain a neutral outlook on this asset class, anticipating potentially more favourable entry points in the future. Currently, the average spread of the Bloomberg US Corporate High-Yield Bond Index stands at 3.1%, which is close to its cyclical low and significantly below its historical average of nearly 5%. Given these compressed spreads, we believe that investors are not being adequately compensated for the substantial risks associated with high-yield bonds at this time. We favor the belly of the curve and will maintain our position in investment-grade credit.

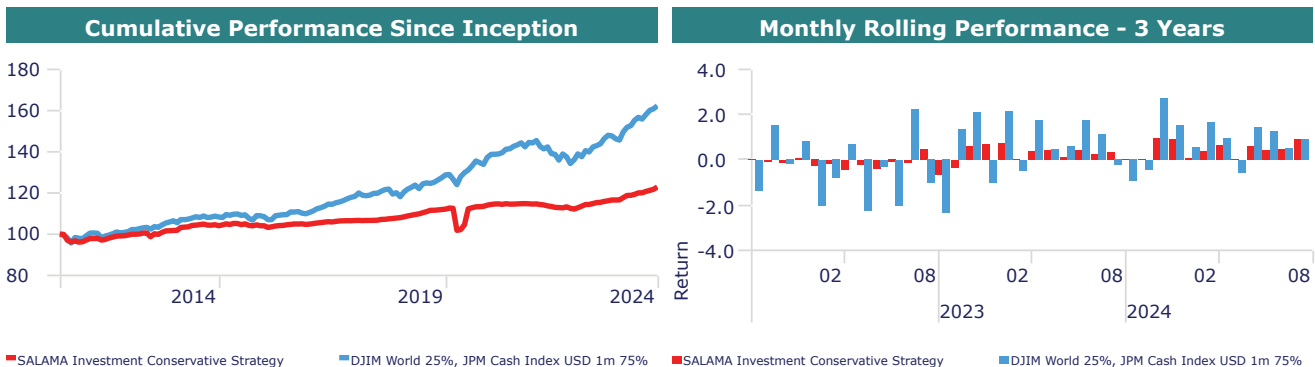
## SALAMA Investment Conservative

### Shariah Compliant

As of 8/31/2024

NAV: 122.83

- SALAMA Conservative Strategy focuses on capital preservation and moderate growth. It analyzes all asset classes, decides the best allocation and places a high percentage of investable assets into lower risk securities among a wide range of funds.
- The main purpose of this strategy is capital preservation offering the client a very limited exposure to other assets that can enhance the performance without adding volatility.
- The breakdown of the index is Dow Jones Islamic Market World 25%, JP Morgan cash Index USD 1 month 75%.



### Risk

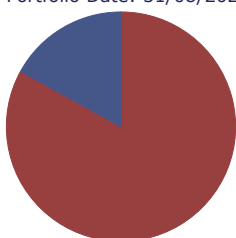
	Std Dev	Sharpe
SALAMA Investment Conservative Strategy	1.33	-1.41
DJIM World 25%, JPM Cash Index USD 1m 75%	4.75	0.09

### Monthly Returns - Salama Investment Conservative Strategy

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2024	0.08	0.36	0.62	0.01	0.58	0.40	0.45	0.91					3.45
2023	0.71	0.01	0.39	0.41	0.10	0.40	0.26	0.31	0.01	0.03	0.95	0.88	4.55
2022	-0.28	-0.16	-0.42	-0.22	-0.39	-0.11	-0.12	0.47	-0.65	-0.35	0.59	0.67	-0.96
2021	0.19	0.04	-0.18	0.26	-0.19	0.02	0.07	0.09	0.04	-0.07	-0.12	0.08	0.23
2020	0.49	-0.12	-9.48	0.31	2.37	7.33	0.49	0.38	0.06	0.14	0.50	0.32	2.03
2019	0.37	0.37	0.35	0.29	0.32	0.48	0.49	0.58	0.02	0.13	0.18	0.16	3.81
2018	0.05	-0.09	0.08	-0.01	0.04	0.06	0.36	0.05	0.22	0.17	0.17	0.19	1.30
2017	0.26	0.25	0.17	0.25	0.18	-0.11	0.27	0.18	0.07	0.06	-0.05	0.12	1.66
2016	-0.80	0.32	0.36	0.21	0.07	0.30	0.18	0.21	-0.02	0.06	-0.25	0.14	0.77
2015	0.39	0.48	-0.32	0.52	-0.07	-0.50	0.38	-0.72	-0.21	0.44	-0.39	-0.02	-0.03
2014	0.10	1.35	0.15	0.15	0.65	0.11	0.25	0.26	-0.45	-0.07	0.23	-0.46	2.29
2013	0.39	0.01	0.13	0.43	0.02	-1.82	1.51	-0.34	1.00	0.73	0.04	0.13	2.21
2012	0.89	0.70	0.01	0.07	-0.88	0.38	0.68	0.50	0.46	0.08	0.12	0.31	3.36
2011	—	—	—	—	—	—	-0.10	-2.89	-0.78	0.56	-0.66	0.20	—

### Asset Type Breakdown

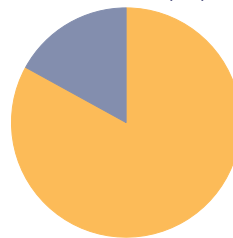
Portfolio Date: 31/08/2024



	%
• Cash	83,0
• Sukuk	17,0
<b>Total</b>	<b>100,0</b>

### Strategy Breakdown

Portfolio Date: 31/08/2024



	%
• Cash	83,0
• Sukuk	17,0
<b>Total</b>	<b>100,0</b>

### Monthly Commentary

On credits, Investment-grade credit spreads initially widened by 18 basis points to 111bps during the first week of the month but later tightened to 93bps, while yields fell by 20 basis points to 4.94%. High-yield spreads saw a peak at 381bps before narrowing by 9 basis points to 305bps by month-end. Yields in the high-yield sector dropped by 29 basis points to 7.30%, marking their lowest level in 26 months. In this environment, the Bloomberg Global Aggregate Credit Index posted a solid 2.0% return in August, a shift toward higher-quality assets significantly benefited global investment-grade bonds, which closed the month with a 2.4% return, making them the top-performing sector. Conversely, high-yield bonds trailed behind, with returns of 2.2%. Regionally, Saudi (+2.8%), followed by Qatar (+2.7%), and UAE (+2.5%) outperformed during this period.

# Salama secure strategy

## Fund Market Commentary

The Salama Secure Fund was up 15% MoM in August (versus +1.7% MoM Dow Jones Sukuk Index) translating to a 4.2% YTD return (vs 1.2% YTD Dow Jones Sukuk Index).

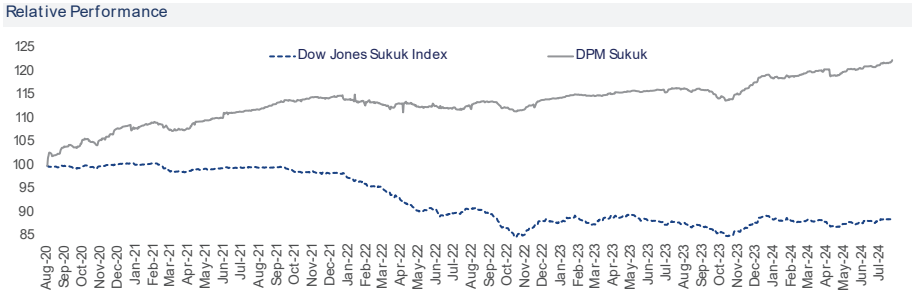
August was a favorable month for fixed income investors, marked by notable market movements and shifting investor sentiment. The month began with July's nonfarm payrolls report, which was significantly weaker than anticipated. This report not only fell short of expectations but also came with substantial downward revisions to previous months' data, amplifying investor concerns. Despite these worries, inflation metrics appeared sticky, although progressed as per the expected trend line: the Consumer Price Index (CPI) rose by 2.9% year-over-year in July, while the core Personal Consumption Expenditures (PCE) index, the Federal Reserve's preferred inflation gauge, saw a more modest increase of 2.6%.

Credit spreads displayed heightened volatility, prompting a migration toward higher-quality assets. Concurrently, persistent economic uncertainties led investors to speculate on more substantial rate cuts by major central banks. The annual Jackson Hole economic symposium further influenced market dynamics, with Fed Chair Jerome Powell hinting at a likely rate cut in September. Powell's comments, which underscored ongoing labor market weakness and progress in controlling inflation, contributed to a decline in Treasury yields across the curve. August saw the issuance of over \$108 billion in new investment-grade bonds and \$18 billion in high-yield deals, making it the most active August for high-yield issuance since 2021.

Investment-grade credit spreads initially widened by 18 basis points to 111bps during the first week of the month but later tightened to 93bps, while yields fell by 20 basis points to 4.94%. High-yield spreads saw a peak at 381bps before narrowing by 9 basis points to 305bps by month-end. Yields in the high-yield sector dropped by 29 basis points to 7.30% marking their lowest level in 26 months. In this environment, the Bloomberg Global Aggregate Credit Index posted a solid 2.0% return in August, a shift toward higher-quality assets significantly benefited global investment-grade bonds, which closed the month with a 2.4% return, making them the top-performing sector. Conversely, high-yield bonds trailed behind, with returns of 2.2%. Regionally, Saudi (+2.8%), followed by Qatar (+2.7%), and UAE (+2.5%) outperformed during this period.

Despite strong performance in high yield bonds this year, we maintain a neutral outlook on this asset class, anticipating potentially more favorable entry points in the future. Currently, the average spread of the Bloomberg US Corporate High-Yield Bond Index stands at 3.1%, which is close to its cyclical low and significantly below its historical average of nearly 5%. Given these compressed spreads, we believe that investors are not being adequately compensated for the substantial risks associated with high-yield bonds at this time. We favor the belly of the curve and will maintain our position in investment-grade credit.

Net Asset Value (Per unit)	124.4	YTM	5.9%
Investment Denomination	USD/AED	Average yearly Coupon	5.8%
Asset Class	Sukuk	Duration (Years)	5.4
Geography	Global	Avg. Rating	BBB-
Leverage (Debt/Equity)	0%	Benchmark	DJSUKUK Index



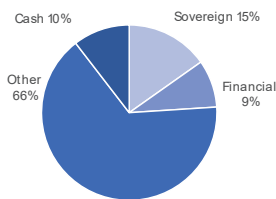
	YTD	MTD	QoQ	6mn	9mn	Since Inception
Portfolio	4.2%	1.5%	2.8%	4.1%	4.1%	24.4%
Benchmark	1.2%	1.7%	2.6%	2.5%	2.5%	-9.6%
Relative Performance	3.0%	-0.1%	0.2%	1.5%	1.5%	34.0%

	Sharpe Ratio	Tracking error	Volatility	Annualised return
Portfolio	2.0	3.1%	2.8%	5.5%

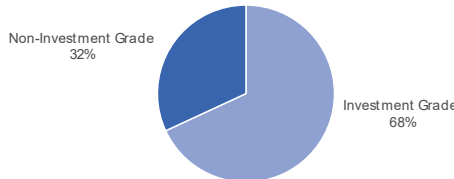
	Annualised %
12 mn	6.8%
18 mn	5.4%
24 mn	4.7%
36 mn	3.3%
CAGR	5.5%

Asset	Weight
Murabaha Mezz Shine SPV 1	16.7%
Saudi Electricity Global 5.06%/04/01	6.5%
TFGSUK 10.50 08/07/24 C	6.2%
INDOIS 4.706/06/32 Corp	6.1%
KSA 4.511 05/22/33 Govt	5.8%

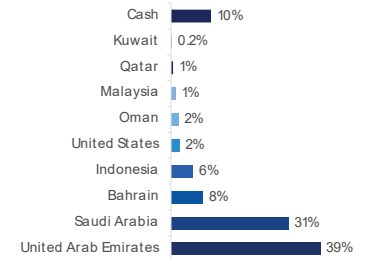
## Economically Important sectors



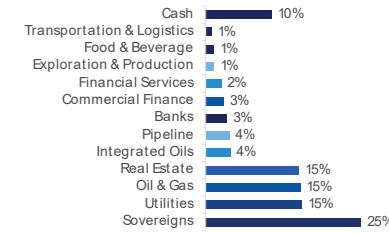
## Sukuk Credit Rating



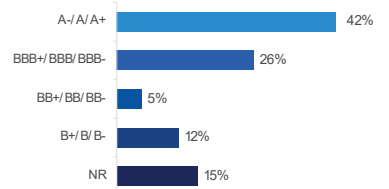
## Portfolio Country Weights



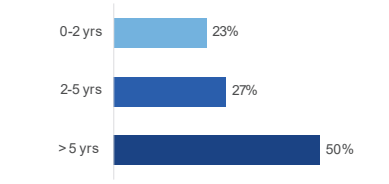
## Sector Allocation



## Credit Rating



## Duration



(Past performance as illustrated herein is not a guarantee of future returns)

## Top Ten Funds

YTD Performance - 2024

August 2024

Risk <sup>(1)</sup> Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in million (All Share Class)	Fund Currency	Asset Class	Fund Inception	Year to date
A	LU2233258073	HSBC Islamic Global Equity Index Fund BC ACC	1,895.27	USD	Equities	Apr-21	21.79%
A	IE00BMF77083	Deutsche Noor Precious Metals Securities "LC" (USD) ACC	49.32	USD	Commodity Equities	Feb-07	21.43%
A	ALHCTRE:AB	SNB Capital Global Health Care Fund	52.90	USD	Equities	Oct-00	21.26%
A	MU0316S00010	Tata Indian Sharia Equity "B" (USD)	314.82	USD	Equities	Oct-10	20.86%
A	AHNRAM:AB	SNB Capital North America Index Fund	588.54	USD	Equities	Dec-92	17.71%
A	IE00BYMM1X15	Old Mutual Global Islamic Equity "B" (USD)	201.35	USD	Equities	Feb-17	16.69%
A	LU1654402186	Emirates Islamic India Equity Fund S ACC (1)	24.61	USD	Equities	Nov-16	14.93%
A	AHEURIN:AB	SNB Capital Europe Index Fund	132.90	USD	Equities	Nov-94	14.64%
A	GB00BNTBTG36	Oasis Crescent Global Property Equity Fund B ACC USD (6)	90.82	USD	Real Estate	Sep-06	12.81%
A	IE00BMBWVQ15	Comgest Growth Europe "Z" (USD) ACC	88.16	USD	Equities	Nov-21	11.10%

## MTD Performance - 2024

Risk <sup>(1)</sup> Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in million (All Share Class)	Fund Currency	Asset Class	Fund Inception	Month to date
A	GB00BNTBTG36	Oasis Crescent Global Property Equity Fund B ACC USD (6)	90.82	USD	Real Estate	Sep-06	4.97%
A	AHEURIN:AB	SNB Capital Europe Index Fund	132.90	USD	Equities	Nov-94	4.43%
A	IE00BMF77083	Deutsche Noor Precious Metals Securities "LC" (USD)ACC	49.32	USD	Commodity Equities	Feb-07	4.27%
A	IE00BMBWVQ15	Comgest Growth Europe "Z" (USD) ACC	88.16	USD	Equities	Nov-21	4.20%
A	AHASPCI:AB	SNB Capital Asia Pacific Index Fund	71.50	USD	Equities	May-00	2.85%
A	LU1654402186	Emirates Islamic India Equity Fund S ACC (1)	24.61	USD	Equities	Nov-16	2.32%
A	AHNRAM:AB	SNB Capital North America Index Fund	588.54	USD	Equities	Dec-92	2.26%
A	LU1654400487	Emirates World Opportunities S USD ACC (2)	43.95	USD	Equities	Apr-06	2.26%
A	IE00BYMM1X15	Old Mutual Global Islamic Equity "B" (USD)	201.35	USD	Equities	Feb-17	2.11%
B	GB00BNTBTJ66	Oasis Crescent Global Medium Equity Fund B ACC USD (5)	30.04	USD	Multi Asset Class	Feb-12	1.76%



## Top Five Funds

August 2024

### Top 5 “A” Funds

Risk <sup>(1)</sup> Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in million (All Share Class)	Fund Currency	Asset Class	Fund Inception	Year to date
A	LU2233258073	HSBC Islamic Global Equity Index Fund BC ACC	1,895.27	USD	Equities	Apr-21	21.79%
A	IE00BMF77083	Deutsche Noor Precious Metals Securities "LC" (USD) ACC	49.32	USD	Commodity Equities	Feb-07	21.43%
A	ALHCTRE:AB	SNB Capital Global Health Care Fund	52.90	USD	Equities	Oct-00	21.26%
A	MU0316S00010	Tata Indian Sharia Equity "B" (USD)	314.82	USD	Equities	Oct-10	20.86%
A	AHNRAMI:AB	SNB Capital North America Index Fund	588.54	USD	Equities	Dec-92	17.71%

### Top 5 “B” Funds

Risk <sup>(1)</sup> Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in million (All Share Class)	Fund Currency	Asset Class	Fund Inception	Year to date
B	LU1654403317	Emirates Islamic Global Balanced "S" (USD) ACC	44.79	USD	Multi Asset Class	May-18	10.03%
B	ALMEDGP:AB	SNB Capital Multi-Asset Moderate Fund	124.40	USD	Multi Asset Class	Oct-03	8.28%
B	GB00BNTBTJ66	Oasis Crescent Global Medium Equity Fund B ACC USD (5)	28.51	USD	Multi Asset Class	Feb-12	7.53%
B	GB00BLD0TN90	Oasis Crescent Global Low Equity Fund B ACC USD (4)	27.44	USD	Multi Asset Class	Apr-11	7.13%
B	LU2765725473	Azimut Global Sukuk Fund (USD) F ACC (7)	697.15	USD	Sukuk	Dec-13	4.62%

### Top 5 “C” Funds

Risk <sup>(1)</sup> Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in million (All Share Class)	Fund Currency	Asset Class	Fund Inception	Year to date
C	ALCONGP:AB	SNB Capital Multi-Asset Conservative Fund	130.96	USD	Multi Asset Class	Oct-03	5.51%
C	JE00B5VNNC57	Emirates Islamic Money Market I USD ACC	536.45	USD	Money Market	Apr-10	3.71%
C	ALINTRA:AB	SNB Capital International Trade Fund	146.60	USD	Money Market	Mar-87	3.69%
C	ALDIUSD:AB	Diversified US Dollar Trade Fund	132.36	USD	Money Market	Oct-03	3.02%

<sup>(1)</sup> A = Aggressive, <sup>(1)</sup> B = Balanced, <sup>(1)</sup> C = Conservative

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