

INVESTMENT OVERVIEW (SALAMA STRATEGIES & FUNDS)

December 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

December saw most indices fall back after a Trump inspired November rally, but the large cap tech sector outperformed strongly on continued superior growth prospects. The S&P fell 2.5% but the tech heavy Nasdaq actually rose 0.4% as the Magnificent 7 stocks added more than 6% over the month. The small cap Russel 2000 lost 8.4% as the negative aspects of potential Trump policies such as tariffs came back into focus. Elsewhere Europe dropped 0.5%, Japan rose 3.9% fuelled by a 5% drop in the Yen boosting exporter earnings, and Chinese stocks added 4.8% on increasing hope for sizeable stimulus into 2025.

DFM continued to be an outperformer in December with +6.2% m/m, followed by +2.2% in Qatar, while Bahrain saw some downward pressure of -2.4%. For FY24, the DFM was the best performing GCC market +33.4%, followed by Kuwait +10.6% and Bahrain +7.8% while Qatar +4.8%, Oman +4.2%, Saudi +1.9%, and ADX +0.3% underperformed the peers.

Oil prices closed the month flat at \$75 per barrel in December, down 3% in 2024. Since the beginning of the new year, the price has risen noticeably and yesterday reached its highest level since mid-October at \$77.5 per barrel driven by concerns related to stricter sanction from Iran and Russia. Additionally, Bloomberg reported that OPEC oil production fell by 120 thousand barrels per day in December, making Oil market tighter than usual.

Funds Performance Sheet

December 2024

Risk ⁽¹⁾ 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	76.60	USD	Equities	Comgest Asset Management	Nov-21	-3.90%	-4.72%	-9.30%	24.60%	-25.40%		-11.47%		-11.20%	-3.71%	1.10%
A	LU1654402186	Emirates Islamic India Equity Fund S ACC (1)	21.71	USD	Equities	Emirates NBD Asset Management	Nov-16	1.53%	10.04%	1.71%	22.57%	-31.31%	30.00%	-7.36%	59.25%	78.26%	7.35%	1.00%
A	LU1654400487	Emirates World Opportunities S USD ACC (2)	45.91	USD	Equities	Emirates NBD Asset Management	Apr-06	2.17%	15.52%	3.99%	13.55%	-22.74%	23.39%	1.35%	24.17%	80.47%	3.21%	1.00%
A	LU2233258073	HSBC Islamic Global Equity Index Fund BC ACC	2,096.00	USD	Equities	HSBC Global Asset Management	Apr-21	0.27%	25.89%	5.21%	30.71%	-19.60%	16.70%	26.50%		46.49%	10.92%	0.38%
A	GB00BNTBTF29	Oasis Crescent Global Equity Fund B ACC USD (3)	186.73	USD	Equities	OASIS Global Management	Dec-00	-5.70%	1.76%	-4.12%	7.23%	-9.69%	13.54%	-1.46%	19.10%	302.69%	5.95%	1.00%
A	IE00BYMM1X15	Old Mutual Global Islamic Equity "B" (USD)	201.86	USD	Equities	Old Mutual Investment Group	Feb-17	-2.88%	13.86%	-0.42%	24.17%	-19.70%	25.40%	18.75%	60.12%	112.80%	10.06%	0.85%
A	AHASPCI:AB	SNB Capital Asia Pacific Index Fund	66.19	USD	Equities	SNB Capital	May-00	-3.30%	0.82%	-1.63%	13.31%	-24.15%	-2.98%	-13.35%	7.18%	90.19%	2.64%	0.30%
A	AHEMINF:AB	SNB Capital Emerging Markets Index (USD) ACC	84.52	USD	Equities	SNB Capital	Oct-06	-0.86%	1.94%	-2.60%	0.08%	-24.57%	-5.40%	-23.04%	-1.88%	61.85%	2.67%	0.30%
A	AHEURIN:AB	SNB Capital Europe Index Fund	119.71	USD	Equities	SNB Capital	Nov-94	-3.16%	-0.99%	-8.59%	17.71%	-21.79%	16.77%	-8.84%	27.26%	412.92%	5.58%	0.30%
A	ALGCCTE:AB	SNB Capital GCC Trading Equity Fund	449.80	SAR	Equities	SNB Capital	Oct-05	4.66%	5.47%	5.13%	30.86%	6.56%	34.53%	47.07%	102.70%	114.54%	4.04%	1.85%
A	ALHCTRE:AB	SNB Capital Global Health Care Fund	50.56	USD	Equities	SNB Capital	Oct-00	-5.06%	7.76%	-5.24%	1.37%	-13.02%	16.99%	-4.98%	28.67%	248.20%	5.28%	1.85%
A	AHNRAMI:AB	SNB Capital North America Index Fund	617.89	USD	Equities	SNB Capital	Dec-92	-2.74%	20.01%	4.93%	23.62%	-21.43%	28.85%	16.56%	84.77%	891.37%	7.43%	0.30%
A	ALSATRE:AB	SNB Capital Saudi Trading Equity Fund	864.82	SAR	Equities	SNB Capital	Jun-98	2.29%	-3.82%	-2.19%	21.14%	2.66%	35.93%	19.61%	73.78%	1670.64%	11.41%	1.75%
A	MU0316S00028	TATA India Shariah Equity Fund "R" USD (9)	47.32	USD	Equities	TATA Asset Management	Oct-10	-4.53%	7.23%	-5.97%	23.44%	-16.00%	38.97%	11.19%	90.55%	137.57%	6.26%	1.25%
A	LU0792757196	Templeton Shariah Global Equity "A" (USD) ACC	121.50	USD	Equities	Franklin Templeton Investments	Sep-12	-2.89%	0.24%	-5.77%	18.27%	-9.21%	7.74%	7.64%	27.36%	64.80%	4.14%	1.50%

Funds Performance Sheet

December 2024

Risk ⁽¹⁾ 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	38.80	USD	Commodity Equities	Deutsche Asset Management	Feb-07	-8.24%	10.61%	3.80%	-1.61%	-10.14%	-13.28%	-2.22%	4.15%	-32.53%	-2.18%	1.50%

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											2023	2022	2021	3 years	5 years	Since inception		
C	ALDIUSD:AB	Diversified US Dollar Trade Fund	130.63	USD	Money Market	SNB Capital	Oct-03	0.37%	4.45%	2.12%	4.04%	1.43%	0.58%	10.23%	12.33%	50.16%	1.93%	0.75%
C	JE00B5VNNC57	Emirates Islamic Money Market I USD ACC	580.69	USD	Money Market	Emirates NBD Asset Management	Apr-10	0.38%	4.95%	2.40%	4.63%	1.40%	0.58%	11.34%	13.65%	29.20%	1.75%	0.25%
C	ALINTRA:AB	SNB Capital International Trade Fund	130.91	USD	Money Market	SNB Capital	Mar-87	0.45%	5.44%	2.60%	4.91%	1.50%	0.38%	12.28%	14.07%	207.00%	3.01%	0.45%

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											2023	2022	2021	3 years	5 years	Since inception		
B	LU1654403317	Emirates Islamic Global Balanced "S" (USD) ACC	43.46	USD	Multi Asset Class	Emirates NBD Asset Management	May-18	-0.75%	8.32%	1.74%	9.62%	-14.59%	9.77%	1.41%		44.77%	5.77%	1.00%
B	GB00BLD0TN90	Oasis Crescent Global Low Equity Fund B ACC USD (4)	26.65	USD	Multi Asset Class	OASIS Global Management	Apr-11	-3.77%	2.37%	-1.08%	5.17%	-12.70%	10.49%	-6.01%	4.63%	23.93%	1.57%	1.00%
B	GB00BNTBTJ66	Oasis Crescent Global Medium Equity Fund B ACC USD (5)	29.18	USD	Multi Asset Class	OASIS Global Management	Feb-12	-4.08%	2.46%	-1.53%	6.14%	-11.81%	10.64%	-4.08%	9.25%	36.89%	2.47%	1.00%
C	ALCONGP:AB	SNB Capital Multi-Asset Conservative Fund	126.46	USD	Multi Asset Class	SNB Capital	Oct-03	-0.22%	6.64%	2.35%	11.36%	-0.77%	5.39%	17.84%	27.89%	101.17%	3.34%	1.00%
A	ALHIGRP:AB	SNB Capital Multi-Asset Growth Fund	80.83	USD	Multi Asset Class	SNB Capital	Oct-03	-1.85%	8.60%	1.37%	21.01%	-14.67%	17.99%	12.13%	51.87%	212.66%	5.51%	1.50%
B	ALMEDGP:AB	SNB Capital Multi-Asset Moderate Fund	122.18	USD	Multi Asset Class	SNB Capital	Oct-03	-1.03%	8.71%	2.39%	17.36%	-7.88%	12.79%	17.54%	46.27%	157.63%	4.55%	1.25%

Risk ⁽¹⁾ 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)	82.89	USD	Real Estate	OASIS Global Management	Sep-06	-8.11%	5.10%	2.35%	18.73%	-29.84%	32.60%	-12.46%	3.13%	6.94%	0.37%	1.00%

Funds Performance Sheet

December 2024

Risk Profile ⁽¹⁾	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)	644.00	USD	Sukuk	Azimut Group	Dec-13	-0.51%	4.77%	3.09%	5.29%	-5.29%	0.86%	4.47%	9.87%	32.94%	2.60%	0.55%
B	AEDFXA30N039	Arqaam Islamic Income "C" (USD) ACC	105.49	USD	Sukuk	Arqaam Capital	Oct-17	0.06%	4.80%	3.13%	4.74%	-3.13%	0.27%	6.33%	10.13%	22.76%	2.88%	0.75%
B	LU1654397162	Emirates Global Sukuk "S" (USD) ACC	146.38	USD	Sukuk	Emirates NBD Asset Management	Aug-19	-0.52%	2.87%	2.19%	5.78%	-7.40%	-0.52%	0.76%		2.04%	0.38%	0.75%
B	LU1931868076	Franklin Global Sukuk "W" (USD) ACC	746.68	USD	Sukuk	Franklin Templeton Investments	Jan-19	-1.00%	2.32%	1.62%	0.26%	-6.68%	0.08%	0.85%	7.57%	19.30%	3.01%	0.70%
B	AEDFXA1T6475	Mashreq Al Islami Inc "C" (USD)	77.65	USD	Sukuk	Mashreq Asset Management	Feb-21	-0.31%	4.04%	3.81%	5.44%	-9.80%	-2.60%	-1.06%		-3.66%	-0.95%	0.70%
B	GB00BNTBTH43	Oasis Crescent Global Income Fund B ACC USD (8)	52.26	USD	Sukuk	OASIS Global Management	Apr-10	-0.38%	3.35%	1.58%	11.71%	-6.14%	1.15%	8.37%	15.32%	48.10%	2.70%	0.25%
B	LU2849668301	Rasmala Global Sukuk Fund "C" (USD) (10)	16.89	USD	Sukuk	Rasmala Investment Bank Limited	Apr-12	-0.75%	3.64%	2.55%	3.79%	-3.76%	3.17%	3.53%	10.85%	45.64%	3.01%	0.80%

⁽¹⁾ A = Aggressive

⁽¹⁾ B = Balanced

⁽¹⁾ C = Conservative

⁽¹⁾ 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.

⁽²⁾ 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.

⁽³⁾ 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.

⁽⁴⁾ 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.

⁽⁵⁾ 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.

⁽⁶⁾ 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.

⁽⁷⁾ 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.

⁽⁸⁾ 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.

⁽⁹⁾ SALAMA is offering the R share class of TATA India Shariah Equity Fund. However, the performance shown is that of the B share class, as the R share class is newly launched.

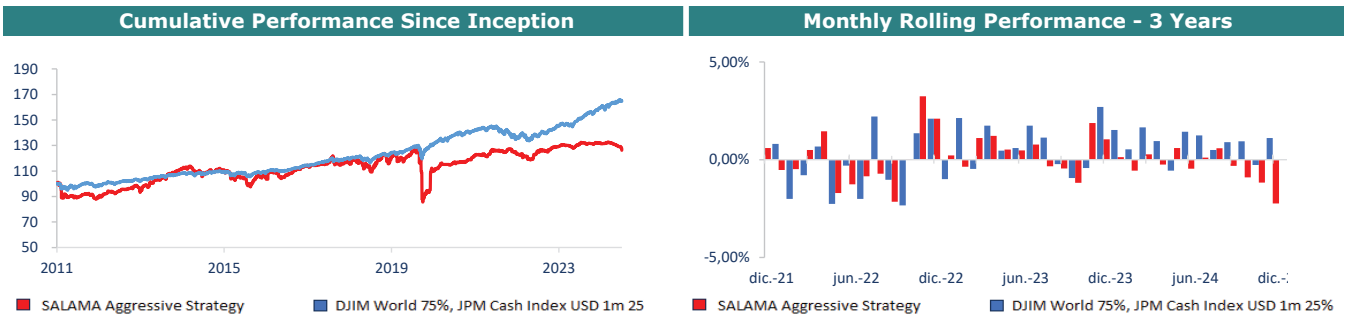
⁽¹⁰⁾ SALAMA is offering the C share class of Rasmala Global Sukuk Fund. However, the performance shown is that of the A share class, as the C share class is newly launched.

SALAMA Investment Aggressive Strategy

Shariah Compliant

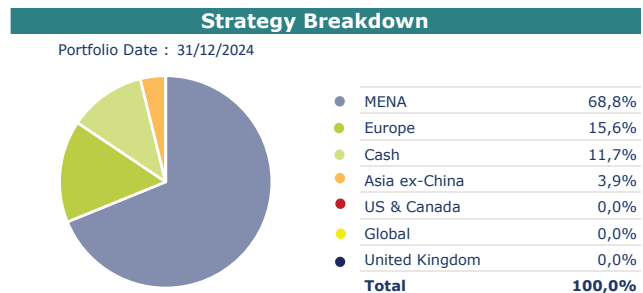
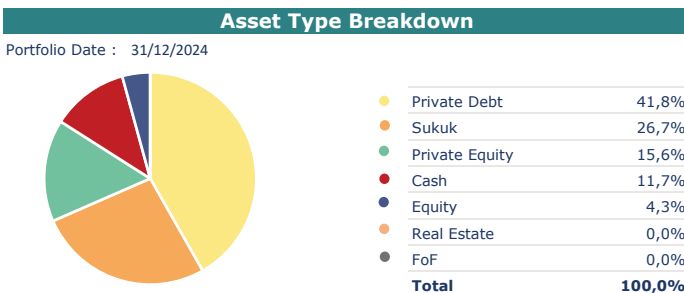
As of 31/12/2024
NAV: 126,29

- 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 bears 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 Aggressive Strategy	4,02	-1,03
DJIM World 75%, JPM Cash Index USD 1m 25%	4,64	0,04

Monthly Returns - AI Islami 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%	-0,31%	-0,90%	-1,18%	-2,24%	-4,14%
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%	-10,51%
2010	-	-	-	-	-	-	-	-	-	-	-	-	-



Monthly Commentary:

With the upcoming transition in the US, speculation on future policy is driving short term market movements. As seen in 2016 however, many policies that are announced are either watered down or never come to pass, whilst new policies will no doubt appear. There seems little doubt that global trade will be disrupted however, with tariffs seemingly a key policy tool. As such we have been moving more into domestic US businesses that are benefitting from domestic investment in data centers and manufacturing. We continue to focus on the longer term with quality businesses that we believe will generate strong returns over time regardless of short-term volatility.

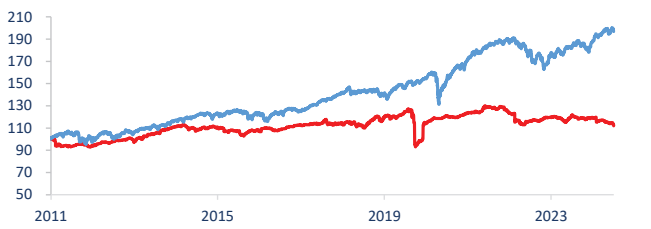
SALAMA Investment Balanced Strategy

Shariah Compliant

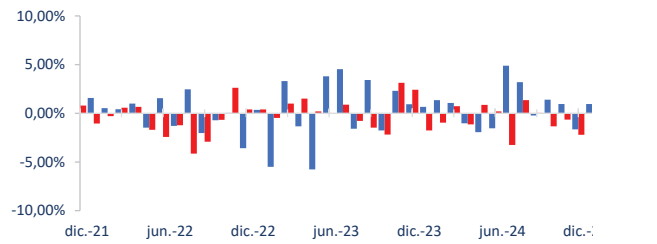
As of 31/12/2024
NAV: 111,94

- 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%.

Cumulative Performance Since Inception



Monthly Rolling Performance - 3 Years



■ SALAMA Balance Strategy ■ DJIM World 50%, JPM Cash Index USD 1m 50%

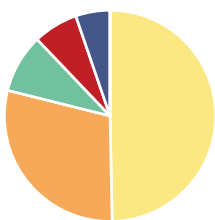
	Std Dev	Sharpe
SALAMA Balanced Strategy	5,68	-1,57
DJIM World 50%, JPM Cash Index USD 1m 50%	8,59	-0,19

Monthly Returns - AI Islami Aggressive 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%	0,04%	-1,35%	-0,66%	-2,20%	-7,96%
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%	0,08%	0,54%	0,70%	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%	-6,46%
2010	-	-	-	-	-	-	-	-	-	-	-	-	-

Asset Type Breakdown

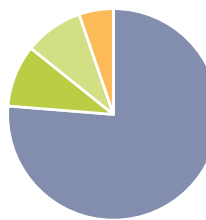
Portfolio Date : 31/12/2024



● Sukuk	49,7%
● Private Debt	29,2%
● Private Equity	9,0%
● Equity	6,9%
● Cash	5,3%
● Real Estate	0,0%
● FoF	0,0%
Total	100,0%

Strategy Breakdown

Portfolio Date : 31/12/2024



● MENA	76,3%
● Asia ex-China	9,5%
● Europe	9,0%
● Cash	5,3%
● US & Canada	0,0%
● Global	0,0%
● United Kingdom	0,0%
Total	100,0%

Monthly Commentary:

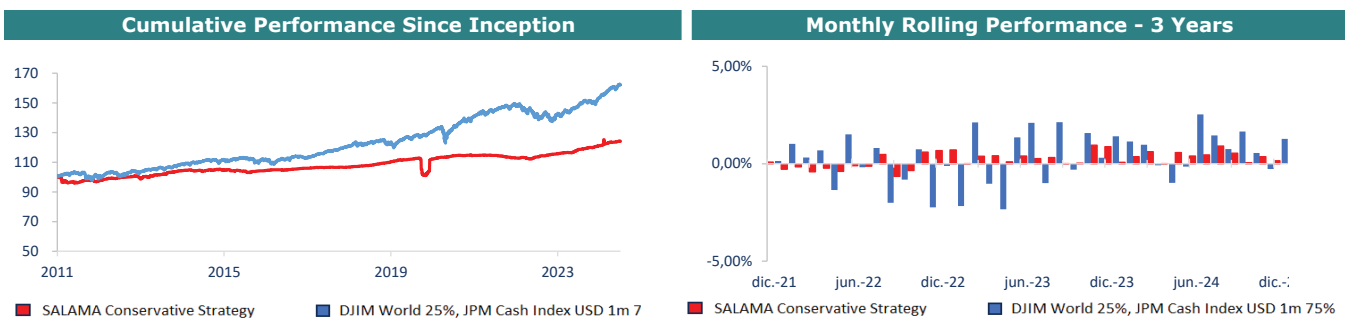
Credit risk premiums continue to appear expensive by historical standards, but overall yields remain attractive. The relative value is strongest in higher-rated, mid-maturity credit segments, which should exhibit more stability if spread widen. We recommend maintaining a neutral duration relative to strategic targets in the current interest rate environment. While we generally prefer investment-grade and high-quality issuers, we are also inclined to take positions in shorter-maturity, high-yielding bonds with greater cash flow visibility.

Salama Investment Conservative Strategy

Shariah Compliant

As of 31/12/2024
NAV: 124,20

- SALAMA Conservative Strategy is suitable for those investors with a longer time horizon and have some risk tolerance due to its moderaterisk-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%.



Risk

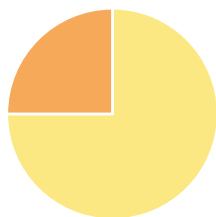
	Std Dev	Sharpe
SALAMA Conservative Strategy	1,39	-1,33
DJIM World 25%, JPM Cash Index USD 1m 75%	4,62	-0,08

Monthly Returns - AI Islami Aggressive 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%	0,54%	0,05%	0,37%	0,15%	4,60%
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%	-3,65%
2010	-	-	-	-	-	-	-	-	-	-	-	-	-

Asset Type Breakdown

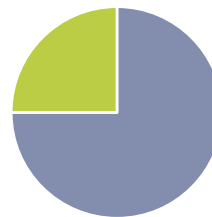
Portfolio Date : 31/12/2024



Cash	75,0%
Sukuk	25,0%
Total	100,0%

Strategy Breakdown

Portfolio Date : 31/12/2024



Cash	75,0%
Sukuk	25,0%
Total	100,0%

Monthly Commentary:

In November, central banks continued to reduce rates. The Federal Reserve lowered the federal funds rate by 25 basis points to a target range of 4.50%-4.75%. The Bank of England also cut its policy rate by 25 basis points to 4.75%, with an 8-1 vote. Notably, the BoE raised its inflation forecasts for 2025 and 2026 following October's UK budget. However, bond markets saw only marginal benefits as concerns about Trump's policy proposals potentially driving inflation higher in 2025 persisted. This sentiment caused 10- and 30-year Treasury yields to drop 11 and 12 basis points, respectively, boosting long-duration indexes; the Bloomberg Long Treasury Index gained 1.8% for the month. DFM continued to be an outperformer in November with +5.2% m/m, followed by +1.7% on Kuwait, while saw some downward pressure of -0.7% in ADX, -3.2% in Saudi, and -3.3% in Oman. YTD, the DFM continues to be the best performing GCC market +24.78%, followed by Kuwait +8.9%.

Salama secure strategy

Fund Market Commentary

The Salama Secure Fund was down 0.3%MoM in December (versus -0.6%MoM Dow Jones Sukuk Index) translating to a 4.5%YTD return (vs 3.4%YTD Dow Jones Sukuk Index).

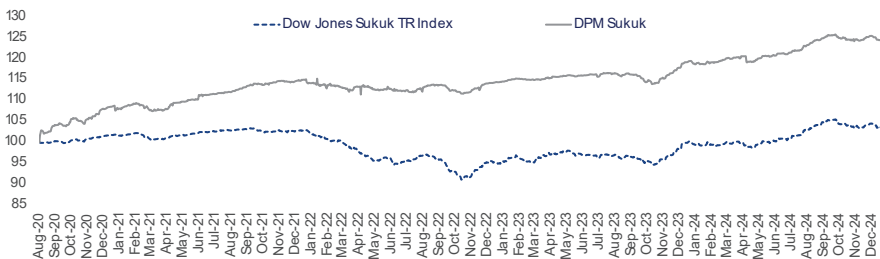
The way 2024 unfolded was largely driven by economic resilience. The strength of the U.S. economy played a pivotal role in shaping the dollar, guiding capital flows to the U.S., and providing the Federal Reserve with the confidence to avoid aggressive rate cuts. In short, the rate market, currency market, and even the equity market could continue their resumption higher if economic resilience in the US continues. The Federal Reserve (Fed) delivered another rate cut in December, bringing the target rate range to 4.25% - 4.50%. While a resilient labor market supported the Fed's stance, with the growth in nonfarm payrolls surpassing expectations in November at 227,000. On the other hand, inflation continues to be a concern, as November's CPI and PCE reports showed 2.7% and 2.8% year-over-year increases, respectively – still above their 2% target. The Treasury yield curve steepened, with short-term yields dipping and longer-term Bond rates climbing higher; the 10-year yield increased by 40bps on the month to end the year at 4.57%.

Amid these conditions, the Bloomberg Global Aggregate Credit Index was down -2% in December, driven by Investment Grade (-2.1%), despite spreads being flat in December. High-yield index-level spreads widened by 20 bps to end the year at 287bps in December, although performance was better compared to Investment grade suggesting lower durations compared to investment Grade Index. Regionally, Saudi Arabia (-1.8%), Qatar (-1.6%) and UAE (-1%) underperformed, followed by Oman(-0.8%) and Bahrain (-0.7%).

The market is expecting two rate cuts in 2025, and we're seeing a bear steepening of the yield curve globally, not just in the US, but also in Japanese bonds and UK Gilts, as investors continue to demand for higher term premiums on longer-term bonds. We think inflation in the US is likely to stay stubborn, driven by both policies and expected fiscal spending. With nearly \$9 trillion in U.S. government debt coming due this year, yields are more likely to get closer to 5% rather than drop to 4%. Credit has held up well in terms of carry and spreads. Unless there's a recession, default risk should stay low, and spreads can hold steady, making credit a solid choice for income and carry. We're sticking with a neutral duration in this interest rate environment. While we generally favor investment-grade and high-quality issuers, we also like shorter-maturity, high-yielding bonds with stronger cash flow visibility.

Net Asset Value (Per unit)	124.8	YTM	5.9%
Investment Denomination	USD/AED	Average yearly Coupon	5.5%
Asset Class	Sukuk	Duration (Years)	5.5
Geography	Global	Avg. Rating	BBB
Leverage (Debt/Equity)	0%	Benchmark	Dow Jones Sukuk TR Index

Relative Performance



Return Statistics Vs Benchmark

	YTD	MTD	QoQ	6mn	9mn	Since Inception
Portfolio	4.5%	-0.3%	-0.7%	3.1%	3.7%	24.8%
Benchmark	3.4%	-0.6%	-1.7%	2.8%	3.4%	3.5%
Relative Performance	1.1%	0.3%	1.1%	0.3%	0.3%	21.2%

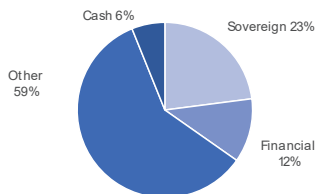
Return Statistics

	Sharpe Ratio	Tracking error	Volatility	Annualised return
Portfolio	1.9	3.0%	2.7%	5.2%

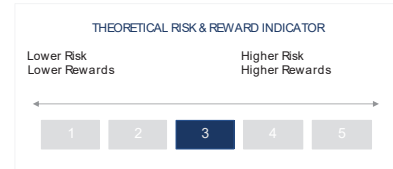
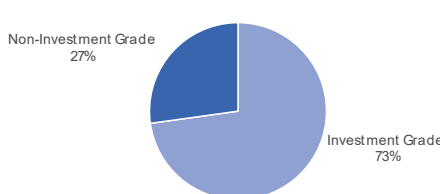
Return Statistics (Annualised %)

	Return Statistics (Annualised %)	Top Five Holdings (Excluding cash)	Return
12 mn	4.5%	Murabaha Mezz Shine	16.8%
18 mn	4.9%	INDOIS 4.7 06/ 06/ 32 Corp	6.5%
24 mn	4.5%	SECO 5.06 04/ 08/ 43 Corp	6.3%
36 mn	2.9%	TFGSUK 10.50 08/ 07/ 24 C	6.3%
CAGR	5.2%	KSA 4.511 05/ 22/ 33 Govt	5.8%

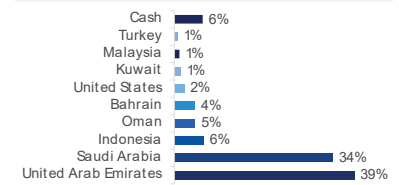
Economically Important sectors



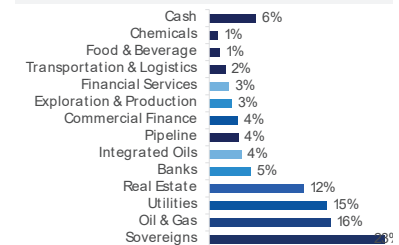
Sukuk Credit Rating



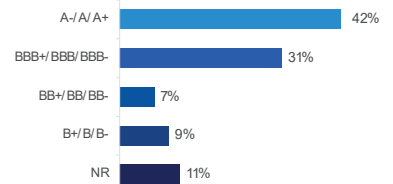
Portfolio Country Weights



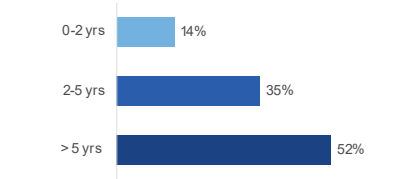
Sector Allocation



Credit Rating



Duration



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

Top Ten Funds

YTD Performance - 2024

December 2024

Risk ⁽¹⁾ 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	2,096.00	USD	Equities	Apr-21	25.89%
A	AHNRAMI:AB	SNB Capital North America Index Fund	617.89	USD	Equities	Dec-92	20.01%
A	LU1654400487	Emirates World Opportunities S USD ACC (2)	45.91	USD	Equities	Apr-06	15.52%
A	IE00BYMM1X15	Old Mutual Global Islamic Equity "B" (USD)	201.86	USD	Equities	Feb-17	13.86%
A	IE00BMF77083	Deutsche Noor Precious Metals Securities "LC" (USD) ACC	38.80	USD	Commodity Equities	Feb-07	10.61%
A	LU1654402186	Emirates Islamic India Equity Fund S ACC (1)	21.71	USD	Equities	Nov-16	10.04%
B	ALMEDGP:AB	SNB Capital Multi-Asset Moderate Fund	122.18	USD	Multi Asset Class	Oct-03	8.71%
A	ALHIGRP:AB	SNB Capital Multi-Asset Growth Fund	80.83	USD	Multi Asset Class	Oct-03	8.60%
B	LU1654403317	Emirates Islamic Global Balanced "S" (USD) ACC	43.46	USD	Multi Asset Class	May-18	8.32%
A	ALHCTRE:AB	SNB Capital Global Health Care Fund	50.56	USD	Equities	Oct-00	7.76%

MTD Performance - 2024

Risk ⁽¹⁾ Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in million (All Share Class)	Fund Currency	Asset Class	Fund Inception	Month to date
A	ALGCCTE:AB	SNB Capital GCC Trading Equity Fund	449.80	SAR	Equities	Oct-05	4.66%
A	ALSATRE:AB	SNB Capital Saudi Trading Equity Fund	864.82	SAR	Equities	Jun-98	2.29%
A	LU1654400487	Emirates World Opportunities S USD ACC (2)	45.91	USD	Equities	Apr-06	2.17%
A	LU1654402186	Emirates Islamic India Equity Fund S ACC (1)	21.71	USD	Equities	Nov-16	1.53%
C	ALINTRA:AB	SNB Capital International Trade Fund	130.91	USD	Money Market	Mar-87	0.45%
C	JE00B5VNNC57	Emirates Islamic Money Market I USD ACC	580.69	USD	Money Market	Apr-10	0.38%
C	ALDIUSD:AB	Diversified US Dollar Trade Fund	130.63	USD	Money Market	Oct-03	0.37%
A	LU2233258073	HSBC Islamic Global Equity Index Fund BC ACC	2,096.00	USD	Equities	Apr-21	0.27%
B	AEDFXA30N039	Arqaam Islamic Income "C" (USD) ACC	105.49	USD	Sukuk	Oct-17	0.06%
C	ALCONGP:AB	SNB Capital Multi-Asset Conservative Fund	126.46	USD	Multi Asset Class	Oct-03	-0.22%

⁽¹⁾ A = Aggressive, ⁽¹⁾ B = Balanced, ⁽¹⁾ C = Conservative

Top Five Funds

December 2024

Top 5 “A” Funds

Risk ⁽¹⁾ 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	2,096.00	USD	Equities	Apr-21	25.89%
A	AHNRAM:AB	SNB Capital North America Index Fund	617.89	USD	Equities	Dec-92	20.01%
A	LU1654400487	Emirates World Opportunities S USD ACC (2)	45.91	USD	Equities	Apr-06	15.52%
A	IE00BYMM1X15	Old Mutual Global Islamic Equity "B" (USD)	201.86	USD	Equities	Feb-17	13.86%
A	IE00BMF77083	Deutsche Noor Precious Metals Securities "LC" (USD)ACC	38.80	USD	Commodity Equities	Feb-07	10.61%

Top 5 “B” Funds

Risk ⁽¹⁾ Profile	ISIN Code / Bloomberg Ticker	Fund Name	Fund size in million (All Share Class)	Fund Currency	Asset Class	Fund Inception	Year to date
B	ALMEDGP:AB	SNB Capital Multi-Asset Moderate Fund	122.18	USD	Multi Asset Class	Oct-03	8.71%
B	LU1654403317	Emirates Islamic Global Balanced "S" (USD) ACC	43.46	USD	Multi Asset Class	May-18	8.32%
B	AEDFXA30N039	Arqaam Islamic Income "C" (USD) ACC	105.49	USD	Sukuk	Oct-17	4.80%
B	LU2765725473	Azimut Global Sukuk Fund (USD) F ACC (7)	644.00	USD	Sukuk	Dec-13	4.77%
B	AEDFXA1T6475	Mashreq Al Islami Inc "C" (USD)	77.65	USD	Sukuk	Feb-21	4.04%

Top 5 “C” Funds

Risk ⁽¹⁾ 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	126.46	USD	Multi Asset Class	Oct-03	6.64%
C	ALINTRA:AB	SNB Capital International Trade Fund	130.91	USD	Money Market	Mar-87	5.44%
C	JE00B5VNNC57	Emirates Islamic Money Market I USD ACC	580.69	USD	Money Market	Apr-10	4.95%
C	ALDIUSD:AB	Diversified US Dollar Trade Fund	130.63	USD	Money Market	Oct-03	4.45%

⁽¹⁾ A = Aggressive, ⁽¹⁾ B = Balanced, ⁽¹⁾ C = Conservative

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