



# Shariah Fund

## December 2017

### Fund information for quarter end 31st December 2017

(as at 31/12/2017)

Underlying fund launch date	01/04/2004
Unit price	1121.10p
Underlying fund size (£m)	358.43
Yearly fund charges*	0.630%
Investment Approach	Passive

\*The charges shown are the total charges that will be deducted from your Retirement Account while you are a member of the KPS-MP. For further information please refer to the scheme literature.

### Fund holdings

Funds Target fund holdings

HSBC Amanah Global Equity Index YC GBP 100.00%

\*Zurich is not a fund manager - the Zurich funds invest in the underlying fund.

### Portfolio Manager

Bijan Seghatchian (HSBC)

### Top Holdings

APPLE INC	6.70%
MICROSOFT CORP	5.42%
FACEBOOK INC	3.46%
JOHNSON & JOHNSON	3.08%
EXXON MOBIL CORP	2.91%
ALPHABET INC	2.59%
GOOGLE LLC	2.58%
CHEVRON CORP	1.95%
PROCTER & GAMBLE CO/THE	1.92%
HOME DEPOT INC/THE	1.82%

### Fund objective

The fund aims to track the Dow Jones Islamic Titans 100 Index.

### Who manages the funds?

Zurich delegates the investment management of the fund for the Kingfisher Pension Scheme Money Purchase Section (KPS-MP) to an underlying fund manager. This fund is currently managed by HSBC Life (UK) Limited. Please note that the Trustee has the flexibility to change the underlying fund manager(s) at any time.

### Fund features

This fund invests in shares of companies around the world whose practices are consistent with Shariah principles.

### Asset split

North American Equities	67.66%	
Europe ex UK Equities	14.28%	
Asia Pacific ex Japan Equities	8.26%	
Japanese Equities	5.25%	
UK Equities	3.99%	
Money Market	0.56%	

This data is based on available data for the underlying Zurich pension fund(s) and target fund holdings as shown.

### Commentary

Global markets rose during the fourth quarter by 5.5%, reflecting both investor optimism as the global economy continued to grow and the ongoing hunt for yield as central banks broadly kept their monetary stimulus programmes in place. Equities rose over the period, as market volatility reached record lows. In Europe, economic indicators continued to signal a steady recovery however, equity performance over the quarter was turbulent. Equities rallied to an all-time high in late October after the ECB announced its plan to maintain its quantitative easing programme until at least September 2018, while halving the scale of monthly bond purchases starting in January. Spain also contended with rising political uncertainty. Progress on Brexit trade negotiations was slow, however in early December, European and UK equities rose following a joint statement by the UK and the European Commission. Late in the quarter, the region's financial sector leapt, as terms were agreed for the Basel III banking regulation standards, and the region's banking system was judged to be sufficiently capitalised. In the UK, the Market's commodity heavyweights benefited from the recovery in oil and industrial metals prices. A weak sterling also continued to benefit exporters. Japanese equities rallied following Prime Minister Shinzo Abe's resounding victory in the general elections, with the Nikkei 250 leaping to its highest level in over 20 years. In Asia, China's communist Party held its congress, and endorsed President Xi's leadership. Data showed that China's GDP growth slowed slightly in the third quarter. India, trended higher in the same period. Optimism over the recapitalisation scheme and the prospect of additional reforms prompted Moody's to upgrade India's rating to Baa2 in November. In South Korea, the central bank tightened policy during the quarter. Confidence about the country's economic prospects resulted in the Bank of Korea delivering a quarter-point rate hike to 1.5%. Indonesia and the Philippines had their ratings upgraded from BBB- to BBB. In Latin America, Mexican equities lost ground, but staged a partial recovery towards the end of the quarter. Argentinian stocks continued to surge ahead over the quarter, concluding a 70% annual rise. Over the fourth quarter of 2017, the Dow Jones Islamic Market Titans 100 index rose 5.31% in USD total returns terms. The periodic index review saw 4.14% turnover with 4 additions and 2 deletions.

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## Things you need to know

We've based this information on our current understanding of law and practice. We make every effort to ensure that this information is helpful, accurate and correct, but it may change or may not apply to your personal circumstances. All funds carry some risk and you should consider these risks before making an investment decision. Investment returns are not guaranteed and the value can fluctuate.

The main factors which may increase the risk of a fund include:

- \* The amount invested in company shares
- \* The split between government and corporate bonds
- \* The extent to which the fund invests in high yield assets
- \* The amount held in overseas assets
- \* Any concentration in specific areas or sectors

## What is the dealing cycle?

The fund is forward priced, which means that the member gets the next available price after they invest. The fund has a dealing cycle of T + 0. This means that the money received on day T buys units at the valuation date price applicable at close of business on the same day.

## Who is this factsheet for and what does it do?

This factsheet is for the members of the Kingfisher Pension Scheme Money Purchase Section (KPS-MP). Its purpose is to indicate how investment markets and funds have performed over the period and is provided for information only. If you are not familiar with any of the investment terminology included on this factsheet, then please contact an Independent Financial Adviser. If you do not have an Independent Financial Adviser you can find a local adviser at [www.unbiased.co.uk](http://www.unbiased.co.uk). The commentary in this factsheet reflects the general views of the individual fund manager(s) and should not be taken as a recommendation or advice as to how a specific market or fund is likely to perform.

### Cumulative performance of the growth phase (as at 31/12/2017)

	3 months	6 months	1 year	3 years	5 years
Fund	4.36%	6.82%	14.60%	53.47%	114.11%
Benchmark	4.44%	6.90%	14.80%	54.31%	115.81%

### Discrete performance of the growth phase (as at 31/12/2017)

	31/12/2012 - 31/12/2013	31/12/2013 - 31/12/2014	31/12/2014 - 31/12/2015	31/12/2015 - 31/12/2016	31/12/2016 - 31/12/2017
Fund	21.84%	14.51%	7.06%	25.09%	14.60%
Benchmark	22.04%	14.60%	7.26%	25.33%	14.80%

### Annualised performance of the growth phase (as at 31/12/2017)

	3 years	5 years	10 years
Fund	15.35%	16.45%	-
Benchmark	15.56%	16.63%	10.67%

### Fund vs Benchmark

The graph below illustrates the performance of the fund from 01/01/2013 until 01/01/2018. The fund is designed to provide a return in line with the benchmark. This is expected to be the case over the long term. However, there may be times when the fund performance does not match the benchmark. This may be due to a number of reasons. For example, cash flows in and out of the fund resulting in unit price movements and slight timing differences for the period over which performance is measured.



31/12/2012 - 01/01/2018 © Financial Express Holdings 2018

Source: Financial Express as at 01/01/2018. You shouldn't use past performance as a suggestion of future performance. It shouldn't be the main or sole reason for making an investment decision. The value of investments and any income from them can fall as well as rise and will be reduced in real terms by the effects of inflation. You may not get back the amount you invested. HM Revenue and Customs (HMRC) practice and law are complex. Tax concessions are not guaranteed, their value will depend on individual circumstances and may change in the future.

Fund performance data is based on a unit price basis and doesn't take into account fees and expenses which are specific to individual plans.

For more  
information please  
contact the Trustee of  
the KPS - MP

[www.kingfisherpensions.com](http://www.kingfisherpensions.com)

08456 80 70 60