

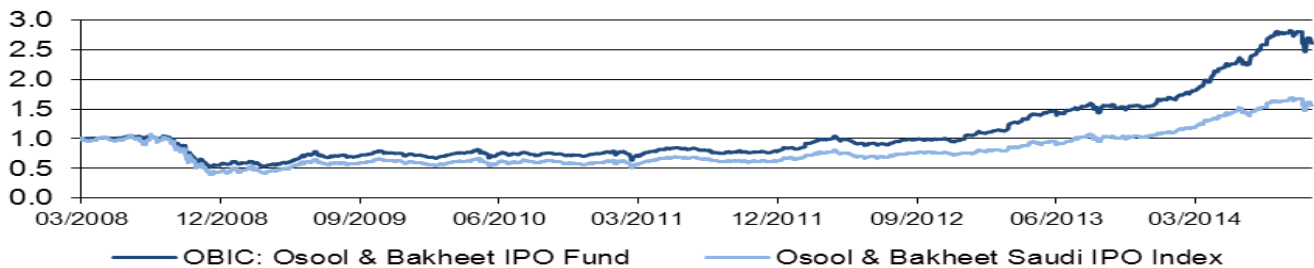


Monthly Report

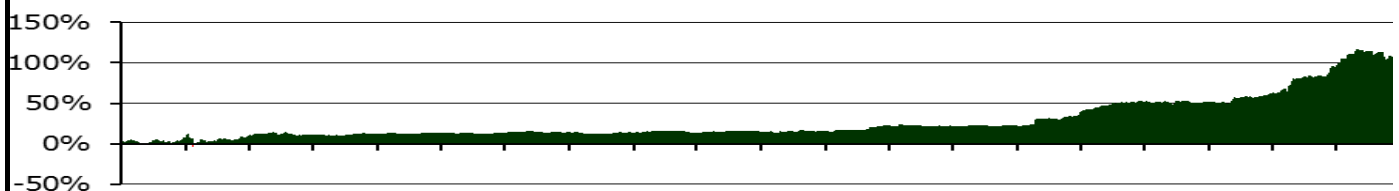
Version no.78

October 2014

Fund Performance



Value added% (Fund performance – Benchmark Performance)



Main Features of the Fund

The Fund is primarily designed to maximize capital growth through achieving positive returns. The Fund mainly invests in initial public offerings of shares of Saudi joint companies during the first three years of trading. In addition, the fund manager is allowed to invest maximum 25% of the fund assets in small and medium cap companies' stocks.

Unit price (as of 30/10/2014) :	SAR 2.6	Minimum subscription:	SAR 10,000
Net asset value of the fund :	SAR 462.24 Million	Minimum subscription or redemption:	SAR 10,000
Currency:	Saudi Riyal	Subscription fees:	None
Activity:	Saudi Equity, IPOs	Maximum redemption fees:	None
Valuation frequency:	Daily	Management fees:	2%
Start date:	16/03/2008	Other fees:	Custody fees of 0.5% annual and early redemption of 1%
Issuing Price:	SAR 1.00 (One Saudi Riyal)	Benchmark:	Osool & Bakheet Saudi IPO Index

Fund Performance versus Benchmark and Competitors Performance

Fund	Last valuation date	MTD	1 year	2 years	3 years	5 years	Since inception
OBIC: Osool & Bakheet IPO Fund	30/10/2014	-6.4%	71.5%	163.1%	236.1%	246.5%	161.1%
KSB: KSB IPO Fund	30/10/2014	-5.9%	52.9%	105.7%	143.7%	212.8%	-
Falcom: Falcom IPO Fund	26/10/2014	2.2%	50.4%	114.8%	244.1%	273.9%	-
Arbah Capital: Arbah IPO Fund	29/10/2014	-1.6%	55.6%	110.3%	170.5%	-	-
MEFIC: MEFIC IPO FUND	30/10/2014	-3.4%	-	-	-	-	-
Saudi Kuwaiti Finance House: Baitk IPO Fund	28/10/2014	-3.8%	-	-	-	-	-
Mulkia: Mulkia IPO Fund	29/10/2014	-0.3%	-	-	-	-	-
Audi Capital: AUDI IPO FUND	30/10/2014	-2.4%	-	-	-	-	-
Average Performance of IPO Funds	-	-2.7%	57.6%	123.5%	198.6%	244.4%	161.1%
Osool & Bakheet Saudi IPO Index*	30/10/2014	-6.3%	54.4%	106.1%	152.2%	152.1%	56.9%

*Calculated by S&P DOW JONES INDICES, Source of statistics: Tadawul and Osool & Bakheet Investment Company

IPOs during the month

Monthly Analysis

Tadawul all shares index (TASI) decreased by 7.55% in October to close at 10034.92. All sectors in the index were down for the month, headed by the Petrochemical Industries Sector and Transport Sector as they decreased by 13.80% and 12.47%, respectively. On the other hand, the Energy & Utilities sector and the Agriculture & Food Industries Sector recorded the least decrease, as they retreated by 1.95% and 0.48%, respectively.

On companies' level, both Abdullah A. M. Al-Khodari Sons Company and The Mediterranean and Gulf Insurance and Reinsurance Co. were the market's top performers as they advanced by 15.83% and 12.60%, respectively. The worst performers were Arabian Pipes Company and AXA Cooperative Insurance Company with 25.45% and 28.50% decreases, respectively. Market leaders such as SABIC, Al Rajhi Bank and STC, decreased by 15.49%, 8.27% and 0.01%, respectively.

On the global level, Morgan Stanley Capital International (MSCI) index increased in October by 0.57%. For the US market, S&P500 index and Dow Jones industrial both increased by 2.32% and 2.04%, respectively. For the European markets, FTSE 100, DAX 30 and CAC 40 decreased by 1.15%, 1.56% and 4.15% respectively during the month.

In commodities markets, the ounce of gold decreased by 2.88% while silver's ounce decreased by 4.71%, and Brent crude oil barrel decreased by 10.49% to settle at \$84.52 per barrel by the end of the month.

The unit price of, "Osool & Bakheet IPO Fund" decreased during the month of October by 6.42% (increased by 161.08% since inception), where the benchmark "Osool & Bakheet Saudi IPO index" decreased by 6.27% (increased by 56.90% since fund inception).

Top holding companies

Saudi Airlines Catering

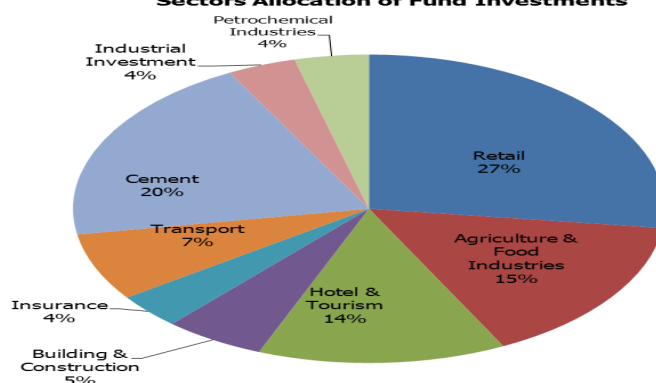
Al Tayyar Travel Group

National Medical Care Co.

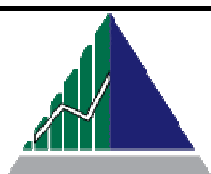
Najran Cement Co.

Dallah Healthcare Holding Company

Sectors Allocation of Fund Investments



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