



ICD GLOBAL SUSTAINABLE FUND

FUND FACTS

| | |
|-------------------------|-------------------------|
| ISIN Code | MYU9802AA008 |
| Bloomberg Ticker | SSBRGSF MK |
| Currency | US Dollar (USD) |
| Benchmark | MSCI ACWI Islamic Index |
| Inception Date | 23 June 2017 |

ECONOMIC OUTLOOK

Markets delivered a strong Q2 2023 with the S&P 500 TR Index rallying 8.7% and the MSCI All Country World Index up 6.4%.

Q2 2023 began on a bright note with investor optimism over a potential easing of the Fed's monetary policy stance. Sentiment was also boosted by the release of the US Consumer Price Index data which indicated that prices were moderating for the most part. During Q2 2023, markets experienced modest volatility over global growth, inflation, and interest rate prospects, but stabilized as expectations that peak inflation had likely passed, the Fed was closer than not to ending its interest rate hike sequence and any US or global recession would likely be gradual and shallow. Recent data released shows strength across several economic indicators and the Fed's decision to stand pat on interest rates in its June meeting seem to support these assertions.

These developments more than offset rising US-China tensions and a slower-than-expected China economic rebound post Zero-COVID-19. The markets largely shrugged off the on-going Russia-Ukraine conflict and Eurozone recession in Q1 2023, and the global interest rate hikes are yet to cause a dent in economic activity. Fears over the health of the US and European banking system have also receded.

Valuations have risen in-line with the market but do not look excessive. The MSCI All Country World Index trades at 17.3x P/E, close to its five-year median of 16.5x.

Sentiment and stock prices are likely to remain volatile as economic forces around global economic growth, inflation, and interest rates play out. In the US, real GDP growth is expected to slow to +1.3% in 2023, and +0.8% in 2024, before rebounding to +1.9% in 2025. In the Eurozone, growth is expected to slow to +0.6% in 2023 before rising to +1% in 2024, and +1.6% in 2025.

With broad market returns increasingly more difficult to obtain, stock selection will become even more important for the success of any equity portfolio. This fits well with Saturna's bottom-up investing approach, which is focused on finding fundamentally solid and reasonably priced equities. Additionally, Saturna has a sustainability and *Shariah*-focus, which prioritizes companies with low debt and a penchant for doing right for their stakeholders. These characteristics should enhance portfolio resilience under most market conditions.

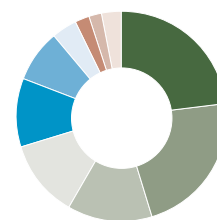
AVERAGE ANNUAL TOTAL RETURNS¹ (as at 30 June 2023)

| | Since Inception | 1 Month | 1 Year | 3 Year | 5 Year | YTD |
|------------------|-----------------|---------|--------|--------|--------|--------|
| Fund | 5.31% | 5.17% | 13.76% | 6.32% | 5.59% | 10.99% |
| Benchmark | 8.50% | 6.16% | 19.99% | 13.14% | 8.21% | 14.67% |

Source: Bloomberg, Saturna Sdn Bhd

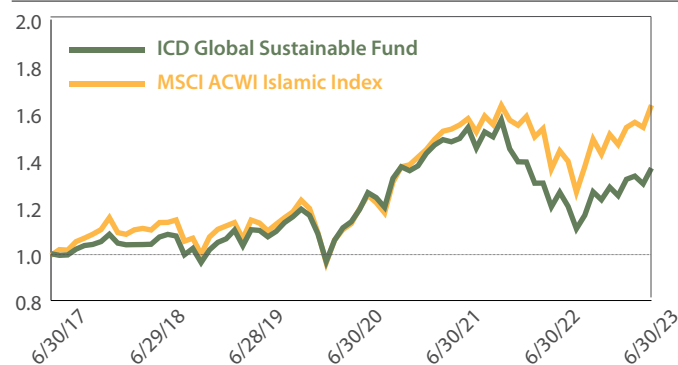
SECTOR ALLOCATION

| | |
|------------------------|--------|
| Health Care | 23.17% |
| Technology | 22.35% |
| Consumer Discretionary | 12.87% |
| Industrials | 11.99% |
| Consumer Staples | 10.63% |
| Materials | 8.01% |
| Financials | 3.80% |
| Energy | 2.19% |
| Communications | 2.08% |
| Cash | 2.91% |



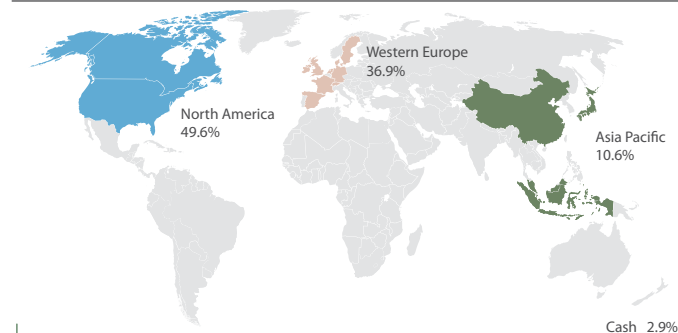
Source: Saturna Sdn Bhd Sector weightings are shown as a percentage of Fund assets.

COMPARATIVE PERFORMANCE



Source: Bloomberg

GEOGRAPHIC EXPOSURE



Country and sector weightings are shown as a percentage of total net assets.

NOT PIDM INSURED | NOT BANK GUARANTEED | MAY LOSE VALUE

¹ Including Dividends
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TOP 10 HOLDINGS

| | |
|----------------------------|-------|
| Microsoft | 4.43% |
| L'Oreal | 3.53% |
| Novo Nordisk | 3.40% |
| TJX Companies | 3.07% |
| Johnson & Johnson | 2.79% |
| Infineon Technologies | 2.58% |
| Genuine Parts | 2.51% |
| Industria de Diseno Textil | 2.45% |
| TE Connectivity | 2.34% |
| SAP SE | 2.34% |
| Prologis | 2.33% |

Source: Saturna Sdn Bhd Security weightings are shown as a percentage of Fund assets.

INVESTMENT STRATEGY

To achieve its objective, the Fund invests in a diversified global portfolio of sustainable *Shariah*-compliant equities. At least 70% of the Fund's NAV will be invested in sustainable *Shariah*-compliant equities, and up to 30% of the Fund's NAV will be invested in Islamic liquid assets including Islamic money market instruments, Islamic deposits with Islamic financial institutions, and collective investment schemes including ICD Money Market Fund. Asset allocation decisions are continuously made and reviewed based upon global economic and financial trends.

Company investment decisions are primarily made based on value with potential for reasonable and sustainable growth. The Manager analyses economic growth rates, interest rates, inflation, currencies, and government policies. Stock selection criteria include improving fundamentals, dividends, and solid growth potential at reasonable valuations. Stock valuation fundamentals considered are sales growth, profit margin, cash generation, earnings per share, return on equity, price-to-earnings ratio, and net tangible asset multiples.

The Fund's investments comply with the *Shariah* requirements of the *Shariah* Advisory Council of the SC for Malaysian securities as well as the AAOIFI *Shariah* standards for all other foreign securities.

CONTACT DETAILS

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TARGET INVESTORS

The Fund is suitable for investors who are looking for:

- A global *Shariah*-compliant equity portfolio
- Capital appreciation and income
- Diversification and exposure to the global equity markets
- A long-term investment outlook
- Ringgit hedge

SUMMARY OF KEY TERMS

| | |
|----------------------------------|--|
| Fund Size (30-JUN-2023) | USD 46.86 million |
| Minimum Investment | USD 5,000 |
| Minimum Increment | USD 1,000 |
| Type of Product | Open-ended (Unit Trust Fund) |
| Fund Category | <i>Shariah</i> -Compliant Equity |
| Fund Type | Growth and Income |
| Term | Daily Liquidity |
| Target Region | Global |
| Manager | Saturna Sdn Bhd |
| Trustee | SCBMB Trustee Berhad |
| Shariah Advisor | Amanie Advisors Sdn Bhd |
| Auditor | Crowe Malaysia PLT |
| Tax Agent | Crowe KL Tax Sdn Bhd |
| Administration Fee | 0.25% per annum of the NAV of the Fund |
| Distribution Fee | Up to 0.25% per annum of the NAV of the Fund (on a reimbursement basis) |
| Trustee Fee | 0.05% per annum of the NAV of the Fund |
| Performance Fee | 10% of the change in gross asset value that cumulatively increases or decreases, excluding subscriptions and redemptions, for each day in the financial year |
| No Direct Fees or Charges | No charges for Sales, Redemption, Transfer, or Switching |

Disclaimer: Investors are advised to read and understand the contents of the Fund's prospectus (dated 23 June 2017 for ICD Global Sustainable Fund) and its Product Highlights Sheet, obtainable at our offices and our website, before investing. The prospectus has been registered with the Securities Commission Malaysia which takes no responsibility for its contents. Investors should also consider the fees and charges involved. The price of units and investment returns may go down as well as up. Past performances of the Fund are not an indication of the Fund's future performances. Units will only be issued upon receipt of the application from accompanying the prospectus. There are risks involved with investing in unit trust funds. Some of these risks associated with investments in unit trust funds are market risk, non-compliance risk, performance risk, equity securities risk, operational risk, price level risk, large and mid-size company risk, concentration risk, country risk, political risk, currency risk, active investment risk, and reclassification of *Shariah* status risk. For further details on the risk profile of the Fund, please refer to the Risk Factors section in the prospectus.

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