

## NBAD Sukuk Income Fund

*Helping you increase income in a lower risk fashion*

National Bank of Abu Dhabi Asset Management Group (NBAD-AMG) is proud to bring to you a new and unique Sukuk Income Fund that aims to offer investors attractive levels of income at lower levels of risk.

The Fund is designed to capture the best opportunities available to investors by investing in a range of Islamic Fixed Income instruments (Sukuk) and money market investments in the UAE and wider MENA region that are targeted to deliver attractive profit rates in a diversified fashion, whilst paying close attention to downside risk. Investments will be actively managed and will include Sukuk issued by Government and Government related entities as well as selected Corporates that fit the Fund's profile. The Fatwas from Sheikh Nizam Yaqooby are available. Sheikh Nizam Yaqooby is a world renowned Shari'ah scholar in the field of Islamic banking and finance.

### Who is this Fund suitable for?

- Anyone from individuals to large institutions can participate in this Fund and enjoy enhanced income with low levels of risk
- Any one who is specifically seeking a Shari'ah compliant product

### Why invest in the Sukuk Income Fund?

- Cash returns are at very low levels historically and for many, costs of goods are rising meaning that your money is no longer working for you
- Some asset classes are not suitable for investors with a low tolerance for risk and potential losses; fixed income allows investors to capture higher returns without taking undue risk
- Our Sukuk Income Fund helps diversify a balanced portfolio and lowers overall risk levels
- Our Fund is specifically targeted at those investors who want to enjoy higher income whilst retaining the flexibility to access their investments on a weekly basis

### Why UAE and GCC exposure now?

- Large parts of the region are backed with considerable natural resource wealth in the form of Oil and Gas
- Underlying fiscal and current account positions remain healthy, despite the global turmoil
- Growth is supportive driven by huge investments into infrastructure increasing the productive capacity of the economies
- Regional Sukuk represent good value in the aftermath of the Global financial crisis and subsequent problems in the region

### Structure

Sponsored by NBAD and managed by NBAD AMG, the Fund will be available to investors through normal NBAD channels utilizing the existing Fund range infrastructure. Key product attributes are as follows:

Fund name	NBAD Sukuk Income Fund		
Fund structure	Open ended and actively managed, by NBAD sponsored and managed by NBAD AMG		
Dealing frequency	Weekly		
Distribution of income	Semi Annual		
Minimum investment	USD 500 or via the NBAD Smart Investment Plan		
Risk profile	Low		
Investment manager	NBAD Asset Management Group		
Shari'ah advisor	Sheikh Nizam Yaqooby		
Fees	Annual Management Fee: 1%	Subscription Fees: up to 2%	Redemption Fees: Nil

Investments	Expected majority exposure to MENA Sukuk with an expected average credit rating of 'single A' over time with the ability to invest across the rating spectrum
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## Frequently Asked Questions

### How can I invest in the product?

The process is simple and straightforward and you can invest either a lump sum or invest by a regular Monthly Investment Plan. This is achieved through a duly completed subscription agreement and a confirmation sheet and by debiting subscription amount from your NBAD bank account.

### How can I track the performance of the Fund?

The Fund will operate in the same way as NBAD's other Funds and prices are made available on the AMG website. A Fund factsheet detailing our views on the market and portfolio changes will be available monthly.

### Is this a capital guaranteed product?

No, the Fund is not a capital guaranteed product. Sukuk are mostly issued at USD 100 and redeemed at USD 100. In between the issue price and redemption price, the Sukuk will be subject to market forces and could trade above or below the issue price. It is the Fund Manager's job to ensure that he analyses the companies through regular visits to senior management and in depth analysis of accounts to ensure that the backer of the Sukuk retains the willingness and ability to pay. The Fund will be principally exposed to adverse market movement and other risk factors as described in the Prospectus.

### What type of exposures will be in the fund?

The Fund will invest in Sukuk issued predominantly from the UAE and wider MENA region with exposures to entities such as TDIC and the AAA rated Islamic Development Bank etc.

### What experience does NBAD have?

NBAD is one of the largest Fund managers in the UAE with assets under management (including non-discretionary) in excess of AED 5 billion as of December 2011. Its head of Fixed Income, Mark Watts, has 24 years experience in financial markets managing money globally for clients such as Central Banks and large pension funds. Mr. Watts is a CFA charter holder, holds the Securities Institute and ISMA diplomas, and the Islamic Finance Qualification. He is backed by NBAD's Research Team, which is very experienced and possesses a well-developed analytical network within the region.

### Will I receive regular income?

Yes, income will be paid semi annually and can be taken as cash or automatically reinvested into the Fund to compound your returns.

### How can I redeem my Units?

You can redeem your units on a weekly basis using a simple redemption form; proceeds will be paid into your NBAD bank account within 3 to 5 business days from the applicable NAV.

### Can I use this Fund as a short term home for my money?

We do not recommend the Fund if you intend to hold it for a period of less than 6 months, it is an investment product and like any other investment should be seen as a medium term proposition. If needed of course, investments can be redeemed at any time on a weekly basis at the applicable terms & conditions.

*For more information, please contact your NBAD Relationship Manager or visit any NBAD branch.*

**Disclaimer:** A collective investment fund is authorized by the Securities & Commodities Authority of the UAE. Past performance is not indicative of future performance. The value of investments can go down as well as up and the Investor may not get back all of the initial investment. There is no guarantee for the performance during the investment period. It is recommended that every Investor seeks independent financial advice about the risks involved before considering investing. NBAD is licensed by the Central Bank of the UAE.