

Date: 26 Shawal 1438 H
20 July 2017 G

Subject: Invitation to attend the HSBC Saudi Industrial Companies Equity Fund's unit holders' meeting

Dear HSBC Saudi Industrial Companies Equity Fund Unit Holder,

HSBC Saudi Arabia would like to invite you to attend the HSBC Saudi Industrial Companies Equity Fund's unit holders meeting to vote on the Fund Manager's proposal of merging the HSBC Saudi Petrochemical Equity Opportunities Fund into the HSBC Saudi Industrial Companies Equity Fund. The HSBC Saudi Petrochemical Equity Opportunities Fund is a sectorial fund with a specific investment objective, which is to invest in Shariah-compliant petrochemical companies listed on Tadawul.

The proposed merger will increase the HSBC Saudi Industrial Companies Fund's capital, however, it will have no other effect on the Fund or its investors. The objective of the merger is to expand the investment field of the HSBC Saudi Petrochemical Equity Opportunities Fund to include, in addition to its current field, the industrial companies listed under other industries and available in the HSBC Saudi Industrial Companies Equity Fund.

The proposed merger between the two funds will result in the following:

- An increase in the HSBC Saudi Industrial Companies Equity Fund's capital through the merger transaction
- No other negative or positive impacts on the Fund

The below table contains, in details, all the implications that are expected to result from the proposed merger.

Clause	Post-merger	Pre-merger (Current status)
Investment implications	No change in the investment field or decisions.	
Management fees	No change in the management fees post-merger.	
Merger fees and expenses	None of the investors will incur any fees as a result of the merger transaction.	

Therefore, we are delighted to invite you to attend the HSBC Saudi Industrial Companies Equity Fund unit holders' meeting, which will be held on Wednesday, 9 August 2017 corresponding to 17 Dhu al-Qa'dah 1438H at 5:00 p.m., at the Four Seasons Hotel Riyadh (Paris Hall), in order to vote on the proposed merger transaction.

HSBC



Note:

- Each HSBC Saudi Industrial Companies Equity Fund unit holder has the right to attend and vote in the meeting.
- Each unit holder has the right to give a proxy to any person to vote on his/her behalf. The proxy should be attested by the chamber of commerce, notary public or authorized attestation persons.
- Each investor must present their original Identity Card to attend the meeting.

Best regards,

HSBC Saudi Arabia

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A Saudi closed joint stock company, incorporated in Riyadh with C.R. No. 1010221555, Capital SAR 500 Million (Fully Paid)
Regulated by the Capital Market Authority, License No. 37-05008

إتش إس بي سي العربية السعودية
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www.hsbcSaudi.com

شركة سعودية مساهمة مغلقة، تأسست في الرياض، سن ت. ١٠١٠٢٢١٥٥٥، رأس المال ٥٠٠ مليون ريال سعودي (مدفوع بالكامل)
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