

# MSCI Emerging Market Islamic Index (USD)

The MSCI Emerging Market Islamic Index reflects Sharia investment principles and is designed to measure the performance of the large and mid cap segments across 25 Emerging Markets (EM) countries\* that are relevant for Islamic investors. The index, with 313 constituents, applies stringent screens to exclude securities based on two types of criteria: business activities and financial ratios derived from total assets.

## CUMULATIVE INDEX PERFORMANCE – GROSS RETURNS (USD) (MAY 2007 – MAY 2022)



## ANNUAL PERFORMANCE (%)

Year	MSCI Emerging Markets Islamic	MSCI Emerging Markets
2021	4.46	-2.22
2020	22.52	18.69
2019	21.61	18.88
2018	-16.30	-14.24
2017	42.76	37.75
2016	10.39	11.60
2015	-15.49	-14.60
2014	-7.22	-1.82
2013	-8.19	-2.27
2012	12.37	18.63
2011	-16.92	-18.17
2010	16.80	19.20
2009	78.79	79.02
2008	-55.22	-53.18

## INDEX PERFORMANCE – GROSS RETURNS (%) (MAY 31, 2022)

	1 Mo	3 Mo	1 Yr	YTD	ANNUALIZED				Since May 31, 2002
					3 Yr	5 Yr	10 Yr		
MSCI Emerging Markets Islamic	0.18	-7.69	-13.56	-11.41	9.86	6.56	4.26	8.32	
MSCI Emerging Markets	0.47	-7.22	-19.56	-11.68	5.36	4.17	4.54	8.73	

## FUNDAMENTALS (MAY 31, 2022)

Div Yld (%)	P/E	P/E Fwd	P/BV
2.91	11.40	11.12	1.93
2.82	13.11	11.39	1.72

## INDEX RISK AND RETURN CHARACTERISTICS (MAY 31, 2002 – MAY 31, 2022)

	Beta	Tracking Error (%)	Turnover (%) <sup>1</sup>	ANNUALIZED STD DEV (%) <sup>2</sup>			SHARPE RATIO <sup>2,3</sup>			Since May 31, 2002	MAXIMUM DRAWDOWN	
				3 Yr	5 Yr	10 Yr	3 Yr	5 Yr	10 Yr		(%)	Period YYYY-MM-DD
MSCI Emerging Markets Islamic	1.00	3.92	53.02	17.24	16.59	15.50	0.59	0.40	0.30	0.42	66.40	2007-10-29–2008-10-27
MSCI Emerging Markets	1.00	0.00	6.19	18.06	16.81	15.62	0.34	0.26	0.32	0.44	65.14	2007-10-29–2008-10-27

<sup>1</sup> Last 12 months <sup>2</sup> Based on monthly gross returns data <sup>3</sup> Based on NY FED Overnight SOFR from Sep 1 2021 & on ICE LIBOR 1M prior that date

\* EM countries include: Brazil, Chile, China, Colombia, Czech Republic, Egypt, Greece, Hungary, India, Indonesia, Korea, Kuwait, Malaysia, Mexico, Peru, Philippines, Poland, Qatar, Russia, Saudi Arabia, South Africa, Taiwan, Thailand, Turkey and United Arab Emirates.

The MSCI Emerging Market Islamic Index was launched on Jul 26, 2007. Data prior to the launch date is back-tested test (i.e. calculations of how the index might have performed over that time period had the index existed). There are frequently material differences between back-tested performance and actual results. Past performance – whether actual or back-tested – is no indication or guarantee of future performance.

**INDEX CHARACTERISTICS**

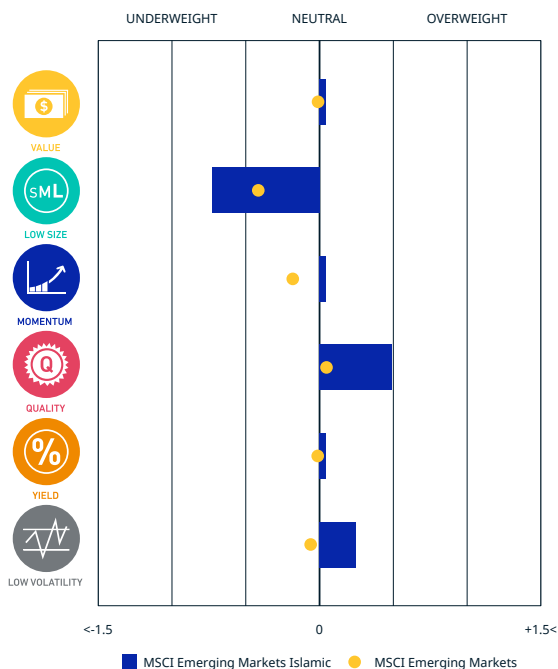
	MSCI Emerging Markets Islamic	MSCI Emerging Markets
<b>Number of Constituents</b>	313	1,393
	Weight (%)	
<b>Largest</b>	21.68	6.89
<b>Smallest</b>	0.00	0.00
<b>Average</b>	0.32	0.07
<b>Median</b>	0.10	0.03

**TOP 10 CONSTITUENTS**

	Country	Index Wt. (%)	Parent Index Wt. (%)	Sector
TAIWAN SEMICONDUCTOR MFG	TW	21.68	6.89	Info Tech
SAMSUNG ELECTRONICS CO	KR	11.87	3.77	Info Tech
RELIANCE INDUSTRIES	IN	4.42	1.40	Energy
VALE ON	BR	3.41	1.08	Materials
AL RAJHI BANKING & INV	SA	2.36	0.75	Financials
SK HYNIX	KR	2.17	0.69	Info Tech
SAMSUNG ELECTRONICS PREF	KR	1.84	0.59	Info Tech
SAUDI BASIC IND CORP	SA	1.25	0.40	Materials
SAUDI ARAMCO	SA	1.23	0.39	Energy
SAMSUNG SDI CO	KR	1.17	0.37	Info Tech
<b>Total</b>		<b>51.40</b>	<b>16.33</b>	

**FACTORS - KEY EXPOSURES THAT DRIVE RISK AND RETURN**

**MSCI FACTOR BOX**



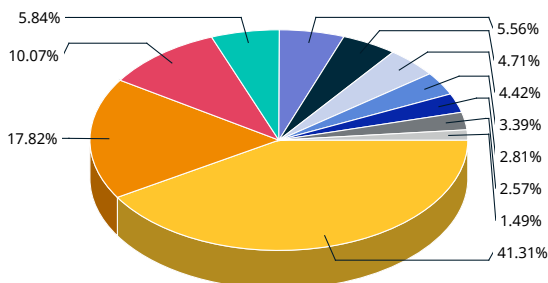
**MSCI FaCS**

- VALUE**  
Relatively Inexpensive Stocks
- LOW SIZE**  
Smaller Companies
- MOMENTUM**  
Rising Stocks
- QUALITY**  
Sound Balance Sheet Stocks
- YIELD**  
Cash Flow Paid Out
- LOW VOLATILITY**  
Lower Risk Stocks

MSCI FaCS provides absolute factor exposures relative to a broad global index - MSCI ACWI IMI.

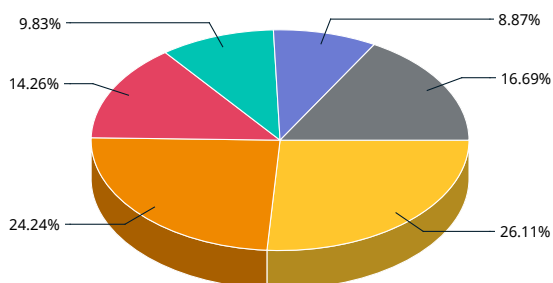
Neutral factor exposure (FaCS = 0) represents MSCI ACWI IMI.

**SECTOR WEIGHTS**



- Information Technology 41.31%
- Materials 17.82%
- Energy 10.07%
- Consumer Staples 5.84%
- Financials 5.56%
- Health Care 4.71%
- Consumer Discretionary 4.42%
- Industrials 3.39%
- Utilities 2.81%
- Real Estate 2.57%
- Communication Services 1.49%

**COUNTRY WEIGHTS**



- Taiwan 26.11%
- South Korea 24.24%
- India 14.26%
- China 9.83%
- Saudi Arabia 8.87%
- Other 16.69%

## INDEX FRAMEWORK

The methodology for the MSCI Global Islamic Indexes follow Sharia investment principles and does not allow investment in companies that are directly active in, or derive more than 5% of their revenues from such business activities as alcohol, tobacco, pork-related products, conventional financial services, defense/weapons, gambling, or adult entertainment.

In addition, the MSCI Global Islamic Indexes do not allow investment in companies deriving significant income from interest or companies that have excessive leverage. MSCI uses three financial ratios to screen for such companies: 1) total debt over total assets; 2) the sum of a company's cash and interest-bearing securities over total assets; and 3) the sum of a company's accounts receivables and cash over total assets. None of these financial ratios may exceed 33.33%.

This summary is provided for illustrative purposes only and does not include all material elements of the index or its methodology. For a complete description of the index methodology, please see [Index methodology - MSCI](#).

## MSCI FACTOR BOX AND FaCS FRAMEWORK (Please refer to complete description of the MSCI FaCS methodology [here](#))

MSCI FaCS is a standard method for evaluating and reporting the Factor characteristics of equity portfolios. MSCI FaCS consists of Factor Groups (e.g. Value, Size, Momentum, Quality, Yield, and Volatility) that have been extensively documented in academic literature and validated by MSCI Research as key drivers of risk and return in equity portfolios. These Factor Groups are constructed by aggregating 16 factors (e.g. Book-to-Price, Earnings/Dividend Yields, LT Reversal, Leverage, Earnings Variability/Quality, Beta) from the latest Barra global equity factor risk model, GEMLT, designed to make fund comparisons transparent and intuitive for use. The MSCI Factor Box, which is powered by MSCI FaCS, provides a visualization designed to easily compare absolute exposures of funds/indexes and their benchmarks along 6 Factor Groups that have historically demonstrated excess market returns over the long run.

## ABOUT MSCI

MSCI is a leading provider of critical decision support tools and services for the global investment community. With over 45 years of expertise in research, data and technology, we power better investment decisions by enabling clients to understand and analyze key drivers of risk and return and confidently build more effective portfolios. We create industry-leading research-enhanced solutions that clients use to gain insight into and improve transparency across the investment process. To learn more, please visit [www.msci.com](http://www.msci.com).

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