

Saudi Exchange Traded Funds (CEFs)

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WHAT ARE EXCHANGE TRADED FUNDS (ETFs)?

ETFs are investment funds that trade on an exchange like divided into equal units and advantages of both mutual funds and stocks at the same time. ETFs enjoy

INVESTING IN ETFs:

Secondary Markets: ETF Units are traded on the Exchange

Primary Markets: ETF Units are created and redeemed versus the Fund

CHARACTERISTICS OF ETFs:

Traded on Exchange (Flexibility)	Yes
Visibility into Holdings (Transparency)	Daily
Units Creation and Redemption	Follows the Fund's Terms and Conditions
Number of Units	Open-end: Changes at end-of-day based on creations and redemptions
Pricing	Secondary Markets: Market determined, close to the iNAV Primary Markets: Net Asset Value (NAV)
Market Maker	Listing requirement
Liquidity	Secondary Market: Intraday, any trade size, supported by Market Maker Primary Markets: Large minimum transaction size following the Fund's Terms and Conditions
Investors	Secondary Markets: All Types Primary Markets: Follows the Fund's Terms and Conditions

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