

Amana Participation Fund Commentary



Patrick Drum MBA, CFA®, CFP®

Fixed Income Lead, Portfolio Manager



Elizabeth Alm CFA®

Senior Investment Analyst, Deputy
Portfolio Manager

At the end of 2025's second quarter, the Amana Participation Fund Institutional Shares and Amana Participation Fund Investor Shares posted a quarterly return 3.01% and 2.79%, respectively. When compared to the FTSE Sukuk Index which returned 4.06%, the Institutional Shares and Investor Shares underperformed the benchmark by 105-bps and 127-bps, respectively.

Over the trailing 12-months, the Institutional Shares returned 5.70% and the Investor Shares returned 5.46%. When compared to the FTSE Sukuk Index which returned 6.99%, the Institutional and Investor Shares underperformed the benchmark by 129-bps and 153-bps, respectively.

The Amana Participation Fund's underperformance can be attributed, in part, to differences in the composition of the benchmark relative to the Fund. Details of these differences can be referenced in the white paper titled "[Behind the Scenes: A Closer Look at the Amana Participation Fund Investment Process, 2nd Edition.](#)"

At end of the second quarter, the Institutional Fund provided a SEC 30-day yield of 3.02% with the Investors class offering a SEC 30-day yield of 2.79%. The Amana Participation Fund reported an effective duration of 3.46 years. The Fund is diversified among 67 securities, excluding cash, which include Islamic placements such as *murabaha* to meet its investment objective of capital preservation and current income while being entirely invested in US-dollar-denominated securities.

Top 10 Holdings	Portfolio Weight
KFH Tier 1 Sukuk	3.82%
Al Rajhi Sukuk	3.58%
Aercap Sukuk	3.29%
EDO Sukuk	3.20%
SA Global Sukuk	2.98%
Equate Sukuk SPC	2.94%
Almarai Sukuk	2.93%
Dar Al-Arkan Sukuk	2.85%
DP World Salaam	2.67%
DAE Sukuk	2.62%

The top two performing issues during the second quarter of 2025 were the Malaysian telecom operator Axiata, followed by the Indonesian sovereign sukuk, posting a return of 6.04% and 5.20%, respectively. For the same period, the two worst-performing issues were a Dubai-based air coolant utility operator named Tabreed and Oman-based electricity distribution utility Mazoon, experiencing a return of 0.57% and 0.47%, respectively.

Average Annual Total Returns	Since Inception ¹	1 Year	3 Year	5 Year	Expense Ratio ²
Investor Shares (AMAPX)	2.05%	5.46%	2.80%	1.55%	0.83%
Institutional Shares (AMIPX)	2.30%	5.70%	3.08%	1.80%	0.58%
FTSE IdealRatings Sukuk Index	3.36%	6.99%	4.26%	2.09%	n/a

(as of June 30, 2025, Net of Fees)

Performance data quoted herein represents past performance, which is no guarantee of future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower than the performance data quoted herein. Performance current to the most recent month-end can be obtained by visiting www.amanafunds.com or calling toll-free 1-800-728-8762. Please consider an investment's objectives, risks, charges, and expenses carefully before investing. For this and other important information about the Amana Participation Fund, please obtain and carefully read a free prospectus or summary prospectus from your financial adviser, at www.amanafunds.com, or by calling toll-free 1-800-728-8762.

¹September 28, 2015.

²Expense ratio shown is as stated in the Fund's most recent Prospectus, dated September 27, 2024.

All data as of June 30, 2025, unless otherwise noted.

The FTSE IdealRatings Sukuk Index measures the performance of global Islamic fixed-income securities, also known as sukuk.

When available, Saturna uses total return components of indices mentioned. Investors cannot invest directly in the indices.

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A Few Words About Risk

The value of the shares of the Fund rises and falls as the value of the securities in which the Funds invest goes up and down. The Amana Mutual Funds limit the securities they purchase to those consistent with Islamic principles. This limits opportunities and may affect performance. Each of the Funds may invest in securities that are not traded in the United States. Investments in the securities of foreign issuers may involve risks in addition to those normally associated with investments in the securities of US issuers. These risks include currency and market fluctuations and political or social instability. The risks of foreign investing are generally magnified in the smaller and more volatile securities markets of the developing world.

While the Participation Fund does not invest in conventional bonds, risks similar to those of conventional nondiversified fixed-income funds apply. These include: diversification and concentration risk, liquidity risk, interest rate risk, credit risk, and high-yield risk. The Participation Fund also includes risks specific to investments in Islamic fixed-income instruments. The structural complexity of sukuk, along with the weak infrastructure of the sukuk market, increases risk. Compared to rights of conventional bondholders, holders of sukuk may have limited ability to pursue legal recourse to enforce the terms of the sukuk or to restructure the sukuk in order to seek recovery of principal. Sukuk are also subject to the risk that some Islamic scholars may deem certain sukuk as not meeting Islamic investment principles subsequent to the sukuk being issued.

Please consider an investment's objectives, risks, charges, and expenses carefully before investing. To obtain this and other important information about the Amana Funds in a current prospectus or summary prospectus, please visit www.amanafunds.com or call toll-free 1-800-728-8762. Please read the prospectus or summary prospectus carefully before investing. Distributed by Saturna Brokerage Services, a wholly-owned subsidiary of Saturna Capital Corporation, investment adviser to the Amana Funds.



AMANA FUNDS

www.saturna.com
1-800-728-8762

1300 N. State Street
Bellingham, WA
98225-4730

For automated assistance,
including mutual fund prices:
1-888-732-6262