

AMANA MUTUAL FUNDS PRESENT

MORE THAN SPRING CLEANING

A Deeper Look into the Purification of Money

WITH



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Amana Mutual Funds Trust
FOLLOWING PRINCIPLES OF ISLAMIC FINANCE



Please consider an investment's objectives, risks, charges and expenses carefully before investing. To obtain this and other important information, which you should carefully consider before investing, about the Amana Mutual Funds in a free prospectus or summary prospectus, please visit www.amanafunds.com or call 1-800-728-8762.

Amana Mutual Funds are distributed by Saturna Brokerage Services, member FINRA/SIPC and a wholly-owned subsidiary of Saturna Capital, investment adviser to the funds.

Saturna Brokerage Services is not affiliated with AAOIFI, Standard & Poor's, MSCI, FTSE Russell, or the governments of Indonesia, Malaysia, or any of the GCC countries.

Islamic Investing Guidelines

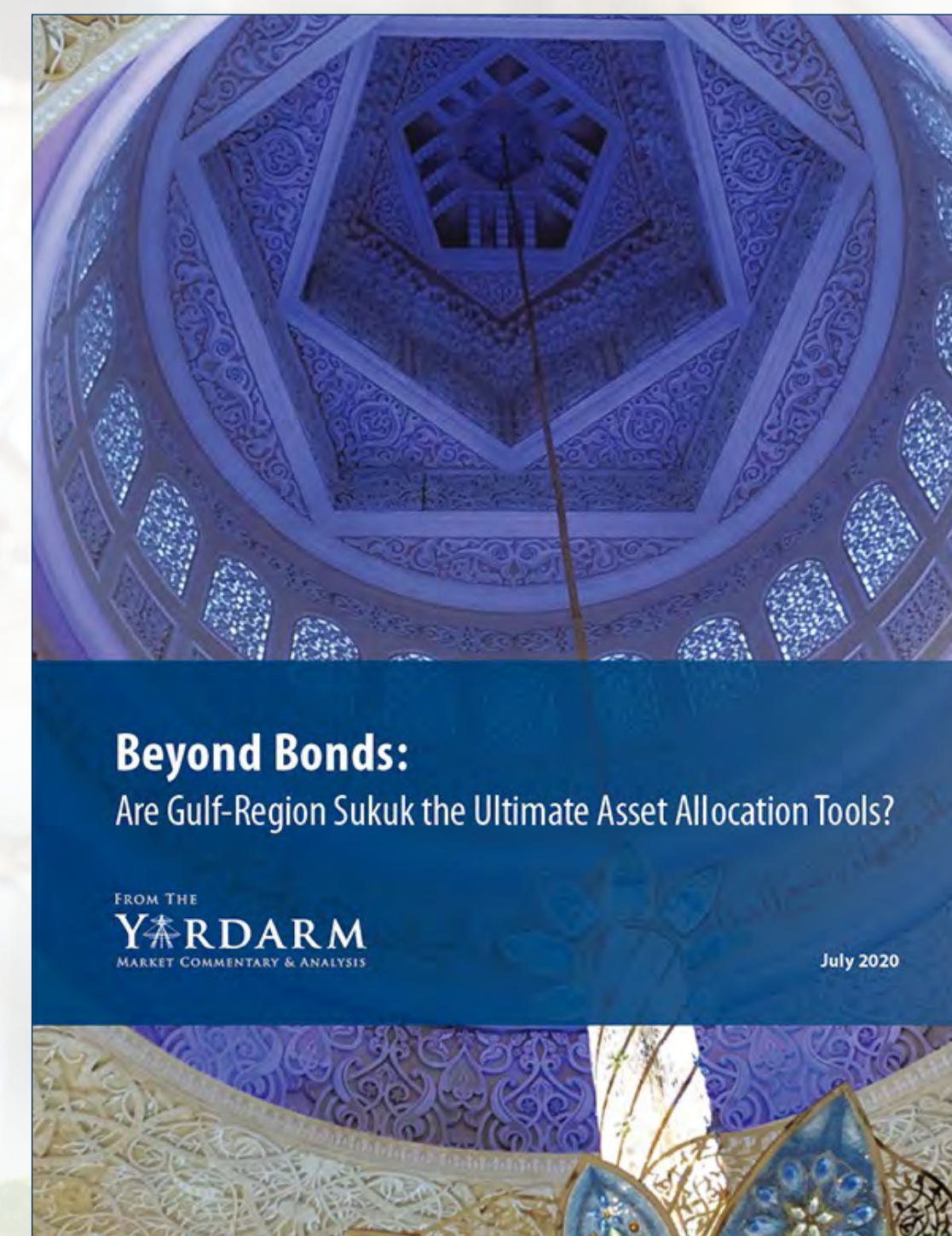
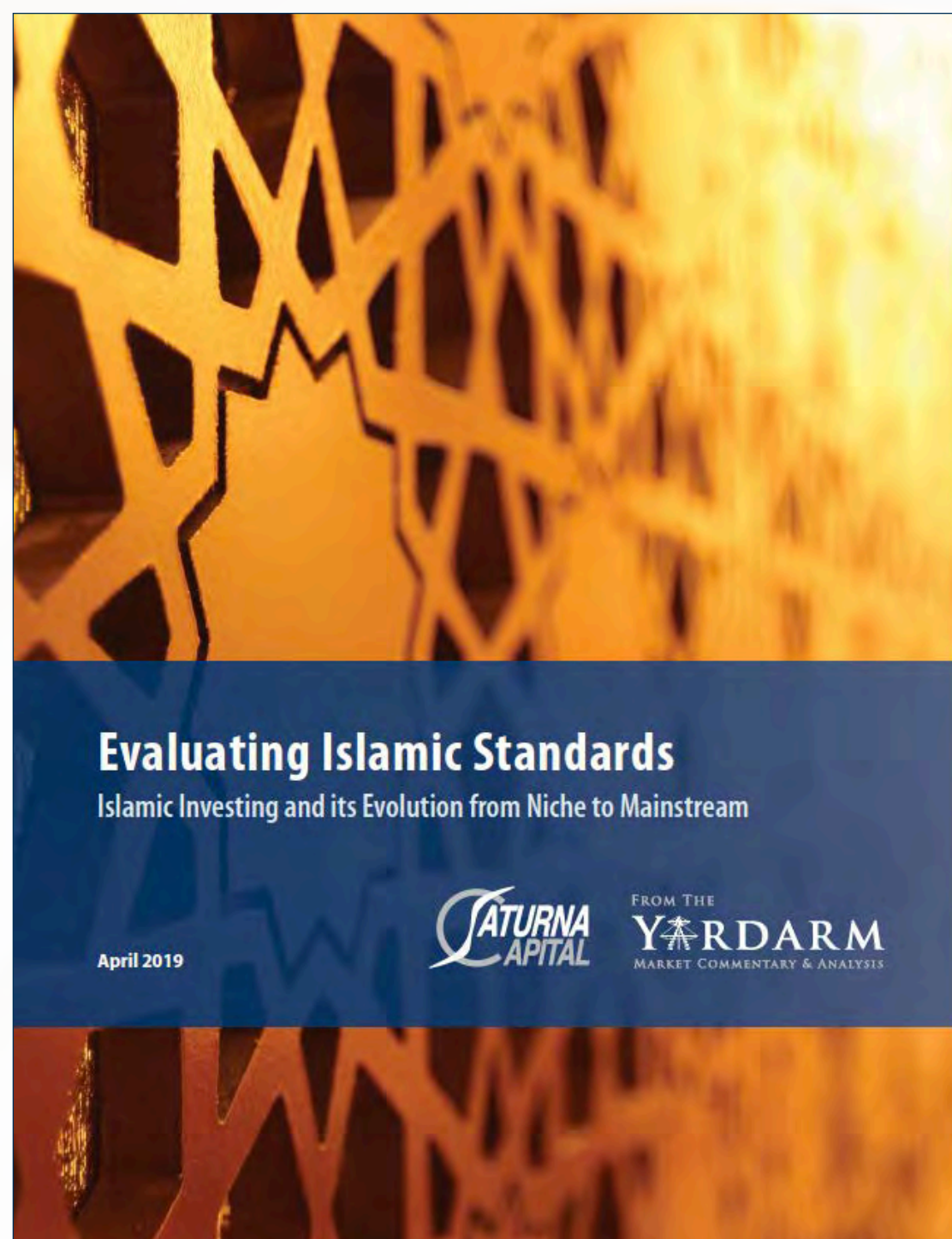
Business Sector Screening

- No interest (banking and insurance - riba)
- No alcohol
- No exploitative media
- No gambling
- No pork

Financial Screening

- $< 33\%$ Total Debt to 12-month Trailing Market Cap
- $< 45\%$ Accounts Receivable to Total Assets
- $< 5\%$ haram revenues

In Depth Analysis of Islamic Investing



www.amanafunds.com/white-papers

Saturna Capital's Islamic Investing Guidelines

- Developed with Fiqh Council of North America (FCNA)
- Fatwah in 2004
- Currently engage Amanie Advisors Sdn Bhd to certify portfolios quarterly



Screening Organizations

AAOIFI

- Accounting and Auditing Organization for Islamic Financial Institutions

MSCI

- Major index provider in global capital markets

FTSE Russell

- Financial Times Stock Exchange merged with Russell Investments to create this index powerhouse

Standard & Poor's

- Major index provider
- Dow Jones and S&P

Governments

- Indonesia
- Malaysia
- GCC

SOME COMMONALITIES

33%

**Thirty-Three Percent Debt
(33%)**

45%

**Forty-Five Percent Cash /
Accounts Receivable (45%)**

5%

**Five Percent Haram
Revenue (5%)**

**THESE THREE RULES HAVE GONE THROUGH MANY DECADES OF
EVALUATION AND RE-EVALUATION**

What is Zakat?

- *Zakat* means “purify” or “sweeten”
- Not everyone pays, just those considered wealthy
- Importance of intention
- Different than *Sadaqa*
- In addition to taxes paid to government



Modern Forms of Zakat

Productive (10.3%)

- Investment property
- Stock portfolio
- Mutual funds
- IRA (traditional & Roth), ESA, and 401(k)

Static (2.57%)

- Gold and silver
- Checking and savings accounts

Income and houses?

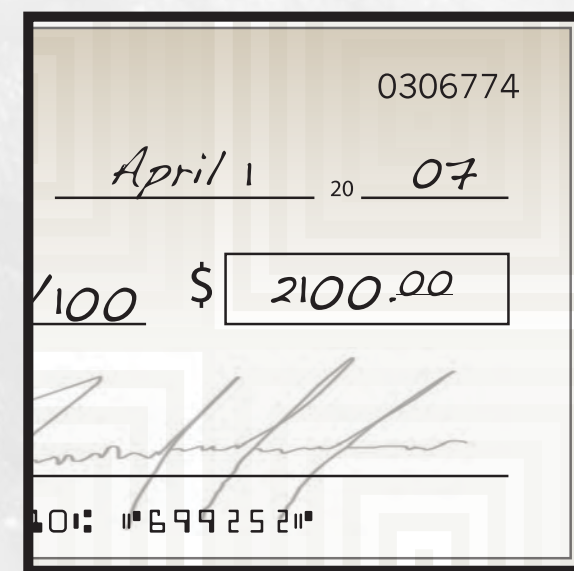
- Some scholars say “Yes”

How to Calculate Zakat



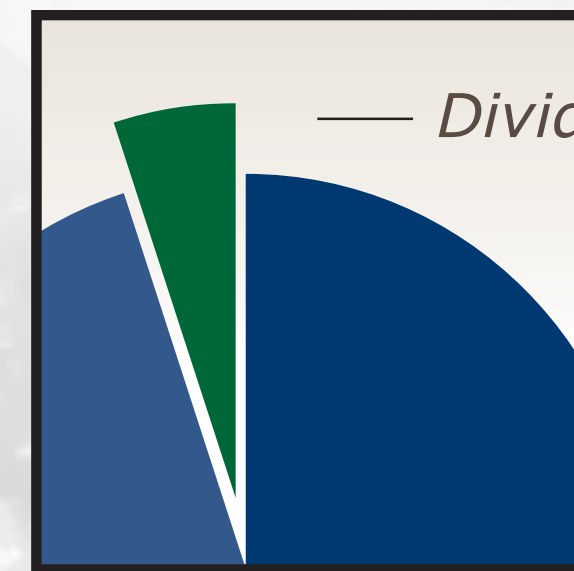
Year-End Value
(as found on statement)

—



New Investments
(made during this year)

+



Disbursements
(redemptions, dividends)

=



Adjusted Year-End Value



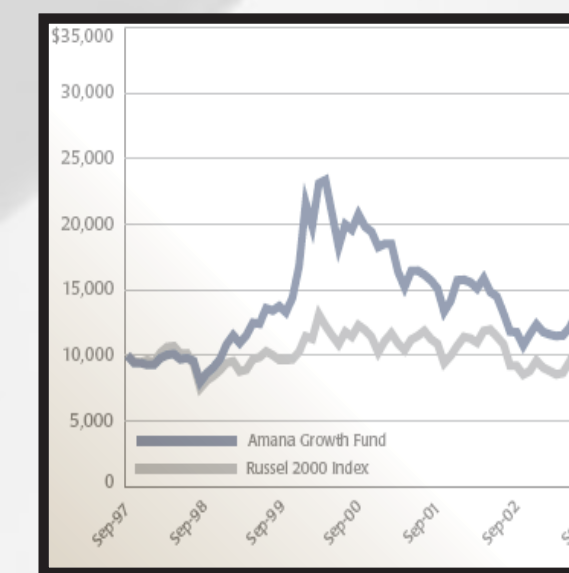
Adjusted Year-End Value

—



Beginning-of-Year Value

=



Year's Gain

How to Calculate Zakat

Specifically for stocks

- 10.3% on gains for 1 year
- If loss, then no *zakat* is due

Saturna calculates *zakat* for Amana shareowners

- Calendar year calculation
- Calculations made in isolation, so must look at overall formula

Saturna Capital's Services

- Calculate Zakat using 12/31 values
- Send letter with calculations/amounts in January
- Many calculate Zakat in Ramadan
- Saturna Zakat brochure available
- Payment is up to you
- Online calculator coming soon!

Productive Capital

Prophet said: "On a land irrigated by rain water or by natural water channels or if land is wet due a nearby water channel ushr is compulsory..."

- Any asset that is generating income or growth
- Stocks and mutual funds
- Vested stock options, ESOP
- Cash value of variable life insurance
- Investment homes
- Equity balance

To Whom is Zakat Paid?

- Those who are poor
- Those in need or destitute
- Those employed to administer Zakat
- Those whose hearts are being reconciled
- Those held captive
- Those in debt
- Those who are stranded
- In the cause of God
- Better to give to non-dependent family

Saturna Can Calculate Zakat

المؤسسة المالية ساتورنا



Calculating Zakah On Your Equity Investments

Saturna Capital Corporation, investment adviser and administrator for Amana Mutual Funds, hopes to see all members of the Islamic community prosper.

To help, we can calculate zakah donations on behalf of investors in affiliated accounts.



their wealth, take alms
you might purify and
them."
(Qur'an 9:103)



O Messenger, a
ms of those seeking to
patory zakah, or take a
mount.

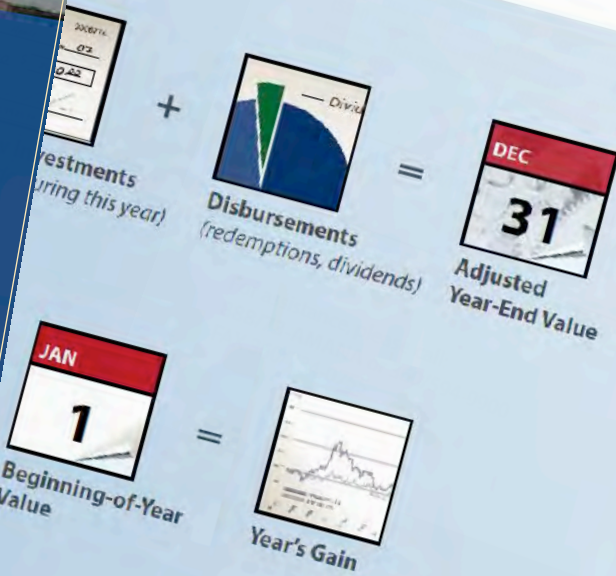
people from the
and meanness, and
needy, and other

To 'sanctify' these people is to develop and
uplift them through righteous deeds and
blessings until they are worthy of happiness on
earth and in the Hereafter.

The Messenger of Allah (Salla Allahu Alayhi wa
Sallam) said: "He who discharges zakah of his
Muhammad (Salla Allahu Alayhi wa Sallam)
gave to the needy all the money and gifts that
exceeded his needs on a daily basis. He placed
his faith in God to provide for his future needs.

How We Estimate Zakah

rising you of the
of each calendar
zakah for any
your tax ID
held at Saturna
brokerage).
h only for your
other assets or
not accounted
zakah should be
ay be different
lates.
sh flow in and
on the next
f-year value is
ue (adjusted
sements).
Reinvested dividends are excluded from the
calculation since they are both disbursements
and investments.
Consider the examples on the next page. Using
the statement's transaction history, zakah may
be estimated as follows:
New Investments of \$3,100 are subtracted, and
Disbursements of \$1,070 are added back. The
estimated amount subject to zakah for this
calendar year is \$468.61. Zakah is 10.3% of that
amount, or \$48.27.
If you incur a loss for the year, no zakah is due
on the account.



To receive an estimated zakah calculation after each calendar year-end, detach and return the completed form below. Since zakah is calculated per Tax ID (Social Security Number), please submit separate forms for each separate Tax ID (SSN).

Investor's name

Form: 9999-99

Investor will specify the account(s)
from which any zakah amount is to
be debited, along with the amount
of zakah to be distributed to investor.
The investor may also elect to
transfer proceeds to a separate
Charitable Managed Investment
Account (CMIA) established by Saturna
Capital Corporation. If a CMIA is
selected, the investor will specify the
charity to which the zakah is to be
distributed. Saturna Capital
Corporation will be responsible for
obtaining zakah, Saturna Capital
and Amana Mutual Funds Trust do not
recommend or endorse any charity.

Print an estimation of the
above Tax ID
authority to make this
estimated by Saturna Capital


Date

Date

زكاة

www.amanafunds.com/zakat

Amana Funds Purification Calculator



Amana Mutual Funds Trust

FOLLOWING PRINCIPLES OF ISLAMIC FINANCE

Open an account online »

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Amana Purification Calculator

You can use this form to estimate the amount to cleanse any *haram* income for the year from your shares. These purification factors are calculated once yearly at the Funds' fiscal year end as of May 31.

Currently, the figures are as of **May 31, 2020** for the fiscal year then ended.

Amana Income Fund

Investor Shares (AMANX)	Purification factor	Purification amount
<input type="text"/>	\$0.0010614	\$0
Institutional Shares (AMINX)	Purification factor	Purification amount
<input type="text"/>	\$0.0010547	\$0

Amana Growth Fund

Investor Shares (AMAGX)	Purification factor	Purification amount
<input type="text"/>	\$0.0003049	\$0
Institutional Shares (AMIGX)	Purification factor	Purification amount
<input type="text"/>	\$0.0003063	\$0

Amana Developing World Fund

Investor Shares (AMDWX)	Purification factor	Purification amount
<input type="text"/>	\$0.0000908	\$0
Institutional Shares (AMIDX)	Purification factor	Purification amount
<input type="text"/>	\$0.0000911	\$0

www.amanafunds.com/purification

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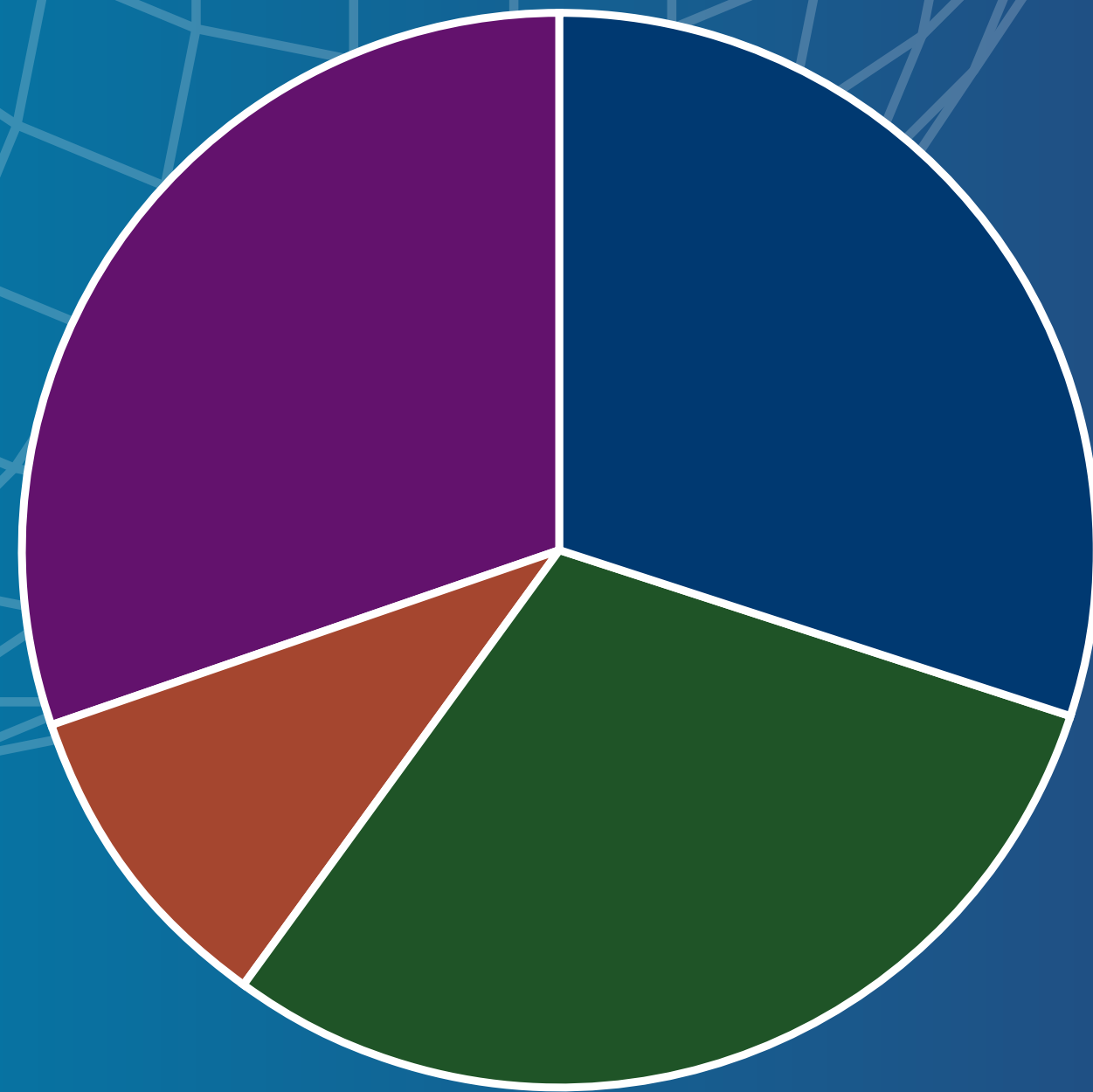
AMANA MUTUAL FUNDS TRUST

Oldest and largest operating *sharia* compliant mutual funds in the US

Long-term capital growth	Est.	2009	Amana Developing World
Capital appreciation	Est.	1994	Amana Growth
Equity income	Est.	1986	Amana Income
Capital preservation and income	Est.	2015	Amana Participation

While diversification does not guarantee against a loss in a declining market, it can help minimize the risk of the decline of a single asset class.

AMANA FUND SELECTOR



Not sure which Amana Funds to pick? Or maybe you want to rebalance your current allocation?

The Amana Fund Selector can help!

Visit **www.amanafunds.com** today!

Using the Amana Fund Selector is free and does not require making any investment.

Note: The Amana Fund Selector is educational in nature and is not intended to be financial advice. To implement any allocation returned by the Selector, contact a Saturna representative.

A FEW WORDS ABOUT RISK

Income, Growth, Developing World, and Participation Funds:

The value of the shares of each of the Funds rises and falls as the value of the securities in which the Funds invest go 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.

Growth Fund: The smaller and less seasoned companies that may be in the Growth Fund have a greater risk of price volatility.

Participation Fund: 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.



Amana Mutual Funds Trust

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

FOLLOWING PRINCIPLES OF ISLAMIC FINANCE

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