

Quarterly report Q1 2025

Investment Objective

The principal investment objective of the fund is providing daily liquidity to investors while aiming to achieve the highest possible returns.

Investment Universe

- The fund invests mainly in treasury bills, treasury bonds, corporate bonds, securitized bonds and time deposits.

- Investments tenor shouldn't exceed 13 months.

- Weighted average durations doesn't exceed 150 days.

Subscription/Redemption

- The fund offers daily subscription/redemption giving clients access to daily liquidity.

- The valuation day for the fund is daily

- Minimum initial investment is 100 ICs

Fund Details

Type of Scheme	Open Ended
Inception date	September 2006
IC price	EGP 740.675
Dividends Since Inception	EGP 0.00
Duration	107.45 days
Fund Size	EGP 7.18 Billion
Bloomberg Ticker	EFGNSGB
ISIN	65077571

Fund Manager

Management company	Hermes Portfolio and Fund Management
Fund Manager	Yehya Abdel Latif
Assistant Fund Manager	Aly Sallam

Contact Details

QNB	
Telephone	19700
Website	http://www.qnb.com/

Portfolio

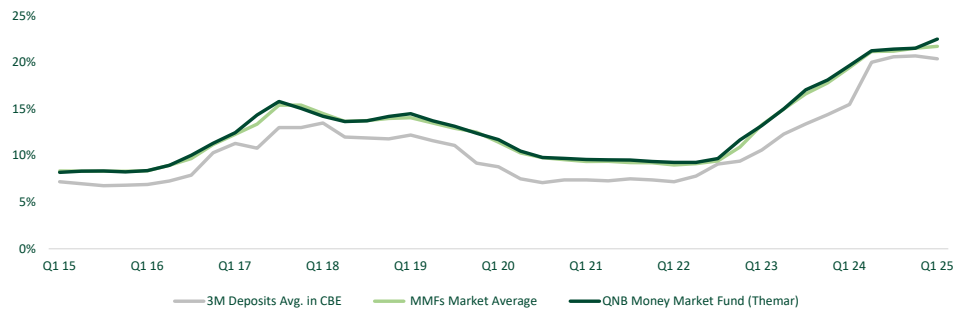
Performance Figures

Date	Return
Q1 2025	22.51%
YTD	22.51%
2024	22.68%
2023	16.83%
2022	10.36%
5-YTD	14.57%
Since Inception	11.42%

Asset Allocation

Treasury Bills	86.74%
Mutual Funds	0.02%
Corporate Bonds	3.61%
Cash And Equivalents	9.62%

Relative Performance



Market Outlook

Market Commentary

- Annual headline inflation decelerated to 12.8% in February marking an 11.2% drop from 24.0% recorded a month earlier. The drop marks the lowest inflation reading since March 2022. The drop was mainly attributed to Food and Beverage which dropped nearly 17.1%.
- Annual core inflation dropped to reach 10% down from 22.6% a month earlier.
- The CBE decided to keep policy rates unchanged in its first meeting of the year held on the 20th February, the overnight deposit and lending rates remained unchanged at 27.25%, and 28.25%, and the main operation and discount rates at 27.75%.
- Egypt's GDP expanded 4.3% Y-o-Y in 4Q24, up from 2.3% in the year before.
- Egypt's net foreign reserves rose by \$363mn in March to reach \$47.76bn.
- Egypt's PMI dropped to 49.2 in March from 50.1 in February
- Average T-Bills Net Rate Q1 2025:
 - 3 months: 22.36%
 - 6 months: 21.81%
 - 9 months: 21.12%
 - 12 months: 20.36%

Strategy

The fund manager will continue deploying cash in longer tenors, to increase the duration and take advantage of higher rates.