

Quarterly report Q3 2023

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 25 ICs

Fund Details

| | |
|---------------------------|--------------------|
| Type of Scheme | Open Ended |
| Inception date | December-2018 |
| IC price | EGP 1,695.60 |
| Dividends Since Inception | EGP 0.00 |
| Duration | 59.84 days |
| Fund Size | EGP 719.06 million |
| Bloomberg Ticker | MAZIDFD |
| ISIN | 2387794 |

Fund Manager

| | |
|------------------------|------------------------|
| Management company | Hermes Fund Management |
| Fund Manager | Yehya Abdel Latif |
| Assistant Fund Manager | Aly Sallam |

Contact Details

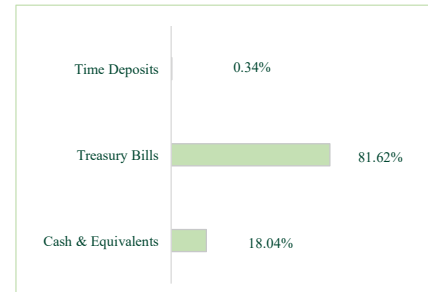
| | |
|--------------|---|
| Emirates NBD | |
| Telephone | 16664 |
| Website | http://www.emiratesnbd.com.eg/egypt-en/ |

Portfolio

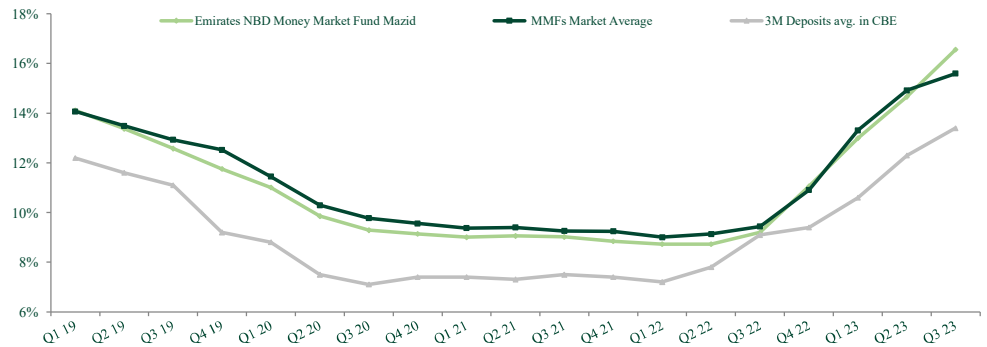
Performance Figures

| Date | Return |
|-----------------|--------|
| Q3 2023 | 16.57% |
| YTD | 15.30% |
| 2022 | 9.77% |
| 2021 | 9.29% |
| 2020 | 10.19% |
| Since Inception | 11.59% |

Asset Allocation



Relative Performance



Market Outlook

Market Commentary

- ≡ Egypt's annual headline inflation accelerated to 37.4% in August from 36.5% in July, The annual rate reflects a monthly inflation of 1.6% down from 1.9% in the previous month, which again was mostly driven by food & beverage (up c. 2.4% MoM) and tobacco (up c. 5.8% MoM).
- ≡ Egypt's net international reserves (NIR) reached \$34.93bn by the end of August-23.
- ≡ JPMorgan placed Egypt's eligibility in its Government Bond Index - Emerging Markets (GBI-EM) series under review for three to six months, with the possibility of removal from the index if FX hurdles persist. Egypt will remain in the index during the review.
- ≡ The Monetary Policy Committee (MPC) decided to keep the Central Bank of Egypt's (CBE) overnight deposit, lending rate, and the rate of the main operation unchanged at 19.25%, 20.25%, and 19.75%, respectively in its September meeting.
- ≡ Egypt's net foreign liability position narrowed by \$360mn in August reaching \$25.9bn.
- ≡ Quarter Closed:
 - ≡ 3m: 25.25%
 - ≡ 6m: 25.75%
 - ≡ 9m: 25.50%
 - ≡ 1Yr: 25.90%

Strategy

- ≡ The fund manager will maintain liquidity in anticipation of possible redemptions, while cautiously deploying in high yield T-bills to improve performance.