

**Quarterly report
Q2-2022**
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, securitization bonds and time deposits.

Subscription/Redemption

- The fund offers daily liquidity to investors
- The valuation day for the fund is daily
- Minimum initial investment is 5 ICs

Fund Details

Type of Scheme	Open Ended
Inception date	February-1999
IC price	EGP 228.23601
Dividend Since Inception	EGP 8.10
Duration Days	110.12 days
Fund Size	EGP 36.88 million
Bloomberg Ticker	SAIBTH1EY
ISIN	6507756

Fund Manager

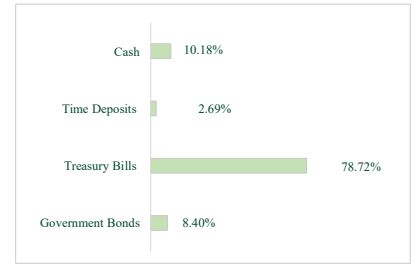
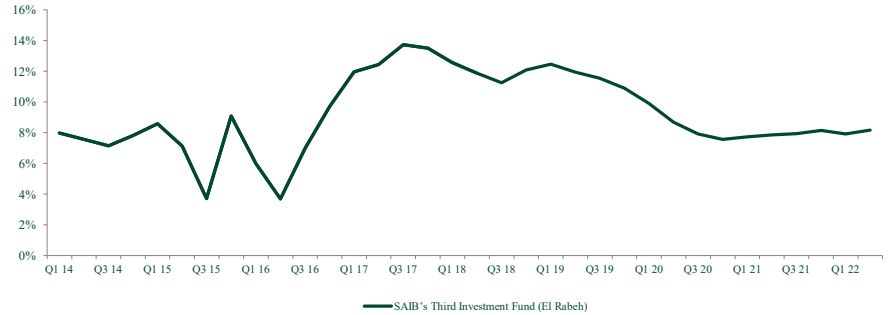
Management company	Hermes Fund Management
Fund Manager	Nabil Moussa
Assistant Fund Manager	Yehya Abdel Latif Mostafa Amer
Managing since	Aly Sallam November-2013

Contact Details

SAIB Bank	
Telephone	16668
Website	http://www.saib.com.eg/

Portfolio
Performance Figures

Date	Return
Q2-2022	8.23%
YTD	8.16%
2021	8.16%
2020	8.79%
2019	12.23%
Since Managed	9.51%

Asset Allocation

Relative Performance

Market Outlook

During Q2 2022, Global markets have been experiencing severe economic downturn due to the following factors:

- ≡ Russia Invasion of Ukraine.
- ≡ The commodities crunch accelerating across the globe.
- ≡ Federal Reserve expected raised interest rates in March Meeting. Market expects five hikes for 2022 and another four next year.
- ≡ COVID-19 pandemic still causing slowdown to domestic growth and supply shocks.

Market Commentary

- ≡ Egypt's headline inflation rate accelerated to 13.5% in May 2022, from 13.1% in April.
- ≡ Moody's affirms Egypt's B2 rating, changes outlook to negative from stable.
- ≡ Egypt's parliament approved the state budget for FY22/23, with expenditure rising by 15%.
- ≡ The Central Bank of Egypt's Net International Reserves registered USD 35.5 Bn as of May 2022 compared to USD 37.1 Bn as of April 2022.
- ≡ Egypt's unemployment rate dropped to 7.2% in 1Q22, down from 7.4% in the previous quarter.
- ≡ The Central Bank of Egypt raised benchmark deposit and lending rates and the CBE's main operation rate by 200bps to 11.25%, 12.25% and 11.75%, respectively.
- ≡ The quarter closed at:
 - 3M: 15.35%
 - 6M: 15.35%
 - 9M: 15.40%
 - 1Yr: 14.10%

Strategy

- ≡ The fund manager will maintain low duration, in order to navigate expected volatility and possible redemptions in the short term, while still aiming to benefit from relatively high yields.