SAIB's Third Investment Fund (El Rabeh)

Quarterly report
Q3-2025

Investment Objective

The principal investment objective of the fund is to achieve the highest possible return through investing in meduim to long term fixed income instruments

Investment Universe

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

Subscription/Redemption

- The fund offers daily subscriptions and weekly redemptions
- The valuation day for the fund is weekly

Fund Details

Type of Scheme	Open Ended
Inception date	February-1999
IC price	EGP 391.51346
Dividend Since Inception	EGP 8.20
Duration Days	444.75 days
Fund Size	EGP 62.86 million
Bloomberg Ticker	SAIBTHI EY

Fund Manager

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

Contact Details

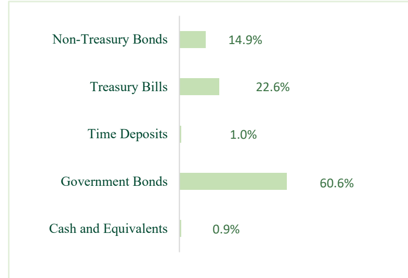
SAIB Bank	
Telephone	16668
Website	http://www.saib.com.eg/

Portfolio

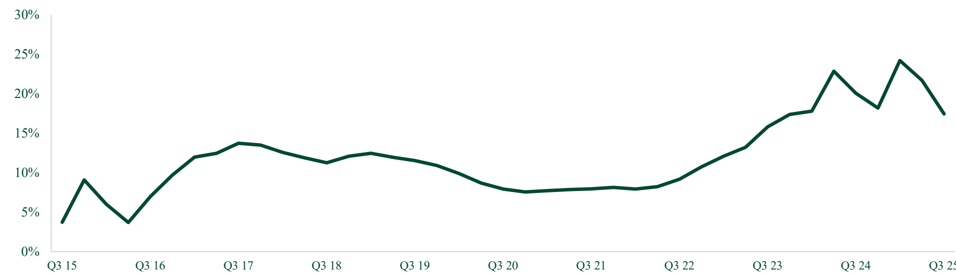
Performance Figures

Date	Return
Q3-2025	17.46%
YTD	22.22%
2024	21.23%
2023	15.46%
2022	9.34%
Since Managed	11.77%

Asset Allocation



Performance



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Market Outlook

Market Commentary

- Egypt's annual headline inflation slowed for the third consecutive month in August, dropping to 12%, from 13.9% in July and 14.9% in June. Furthermore, core inflation decelerated to 10.7% on an annual basis in August, down from 11.6% in July and 11.4% in June.
- Egypt's Central bank resumed its rates easing cycle during its MPC meeting held in August, lowering its key interest rates by 200 basis points, the third cut this year, as inflation cooled and the pound held steady. The CBE has cut interest rates by a cumulative 525 basis points since the beginning of the year, where the overnight deposit rate currently stands at 22%, the overnight lending rate at 23%, and the main operation and discount rates at 22.50%.
- Egypt's net foreign reserves rose to $49.251 billion in August from $49.036 billion in July and $48.7 in June, maintaining an upward trajectory.
- The Ministry of Finance tapped the international market with a sovereign sukuk issuance on two tranches, a $700 million 3.5-year tranche of a sukuk priced at 6.375% and an $800 million, 7-year tranche at priced 7.950%. According to the Ministry of Finance, the issuance was oversubscribed, receiving over USD 9 bn in subscription requests.
- Egypt's Prime Minister discussed activating a $7.5 billion "partnership package" with his Qatari counterpart. Nearly half of Qatar's $ 7.5 bn direct investment pledge will go toward a Red Sea project.
- Remittances from Egyptian expatriates sustained their strong trend, rising 26.3% Y-o-Y to $3.8bn in July. July's number is a new high, beating June's record of $3.6bn and May's $3.4bn. Cumulatively, remittances are up a strong 50% Y-o-Y at $23.2 bn in 7M25.
- Egypt's PMI dipped to 49.2 in August from 49.5 in July. Egypt's non-oil private sector contracted for a sixth month in August as weak demand continued to weigh on business activity.
- The economy grew at a 4.4% clip during the FY24/25, outpacing the 4.2% targeted in the draft budget and the 2.4% growth recorded in FY24/25. This economic expansion was mainly buoyed by tourism, which grew 17.3% during the year.
- Average T-Bonds Net rate Q3 2025:
  - 2Yrs: 19.27%
  - 3Yrs: 18.90%
  - 5Yrs: 15.92%

Strategy

- The fund manager implemented a dual strategy of extending duration in anticipation of interest rate cuts next year, while utilizing the shorter end of the yield curve to increase profitability.