

**Quarterly report
Q4-2024**
Investment Objective

The principal investment objective of the fund is to achieve the highest possible return through investing in medium 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 335.71766
Dividend Since Inception	EGP 8.10
Duration Days	498.21 days
Fund Size	EGP 53.90 million
Bloomberg Ticker	SAIBTHI EY
ISIN	6507756

Fund Manager

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

Contact Details

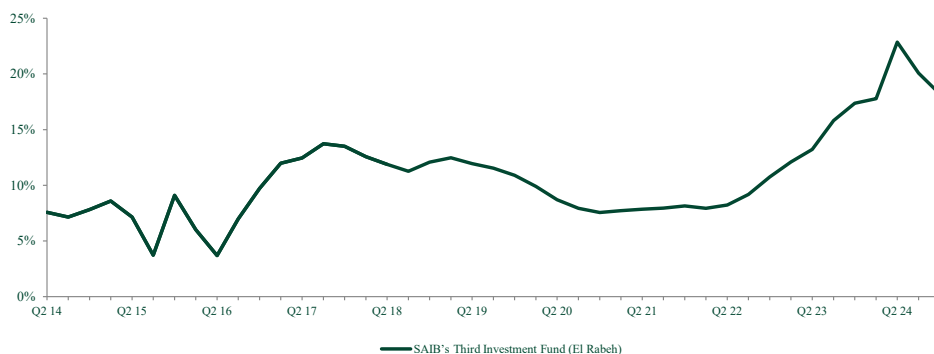
SAIB Bank	
Telephone	16668
Website	http://www.saib.com.eg/

Portfolio
Performance Figures

Date	Return
Q4-2024	18.20%
YTD	21.23%
2023	15.46%
2022	9.34%
2021	8.16%
Since Managed	11.10%

Asset Allocation

Cash & Equivalents	-1.84%
Treasury Bills	28.21%
Government Bonds	55.62%
Non-Treasury Bonds	16.89%

Relative Performance

Market Outlook
Market Commentary

- ≡ Egypt has repaid \$38.7bn in outstanding debt this year, according to the Prime Minister Moustafa Madbouly. Some \$7bn were repaid during November and December.
- ≡ Annual headline inflation decelerated to 25.5% in November from 26.5% a month earlier on lower food prices. This comes as the monthly momentum dropped to 0.5% from 1.1% in October. Meanwhile, annual core inflation has also decelerated to 23.7% in November.
- ≡ The CBE decided to keep policy rates unchanged in its final meeting of the year, 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 real GDP growth accelerated to 3.5% in 3Q24 from 2.4% in the previous quarter, according to the Ministry of Planning.
- ≡ Egypt's net foreign reserves rose by \$157mn in December to \$47.1bn.
- ≡ Egypt's PMI dropped to 48.1 in December from 49.2 in November, which marks the sharpest decline since April.
- ≡ Average T-Bonds Net rate Q4 2024:
 - ≡ 3Yrs: 19.48%
 - ≡ 5Yrs: 12.00%
 - ≡ 7Yrs: 12.40%
 - ≡ 10Yrs: 11.74%

Strategy

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