

## Credit Agricole Money Market Fund 3 Quarterly Report – Q3-2015

### Fund's Performance

The Fund achieved annualized returns of 8.36% net of fees and tax by the end of 3Q2015. In comparison, the three-month deposits yields reached an average of 6.77% for the same period as Central Bank of Egypt (CBE) statistics show. The annualized returns of the Fund since its inception reached 9.47% net of fees and taxes.

### Economy & Market Outlook

The money market started the quarter with nearly a 15bps increase in yields, which was due to a devaluation of the EGP against the USD of 2.6%. Throughout August and September, Yields gradually dropped around 27bps due to high levels of liquidity. Towards the end of 3Q2015, the 3 month, 6 months, 9 months and 1 year treasury bills closed the quarter with an average net of tax rate of 9.00%, 9.18%, 9.21% and 9.26% respectively.

On the economic front, August witnessed the opening of the new Suez Canal project which was declared as a special economic zone and it is expected to increase the annual revenues coming from the Suez Canal from USD 5.5bn to USD9.5bn over the coming years to reach 13.2bn in 2023. In addition, Italian energy group "Eni" announced the discovery of the largest known gas field in the Mediterranean off the Egyptian coast during the month. The new Gas field is expected to hold up to 30 trillion cubic feet of lean gas representing 46% of the country's current natural gas reserves and considered to be one of the world's largest natural gas discoveries. Net international reserves fell by USD2bn during the quarter due to the absence of exceptional inflows. The annual inflation rate decreased to 7.9% in August 2015 compared to 8.3% in July 2015. Also, the government reported a balance of payment (BoP) surplus of USD 3.7bn in FY2014/2015 compared to USD1.5bn a year earlier, this came on the back of an increase in net flows and the depositary aid received from a number of GCC countries.

### Investment Strategy

The fund manager will continue maintaining relatively low durations due to the expected increase in inflation that will prevail after the implementation of the Value Added Tax before the end of 4Q2015. If the latter occurs, then the manager will increase duration to the regulatory limit of 150 days to enhance the fund returns.

## Top performing Money Market fund in Egypt in 2013



### Fund's Performance

Returns	Credit Agricole MMF (YTD ann.)
Q3-2015	8.36%
Q2-2015	8.56%
Q1-2015	8.47%
YTD Since (31-12-2014)	8.64%
2014	8.70%
2013	10.77%
2012	11.50%
2011	8.47%
2010	8.21%
2009	7.72%
2008	7.72%
2007	8.82%
2006	8.40%
2005	10.52%
2004	9.33%
2003	9.50%
2002	10.60%
1999 - 2001	11.86%
Since Inception ( Annualized )	9.47%
Since Inception	336.41%

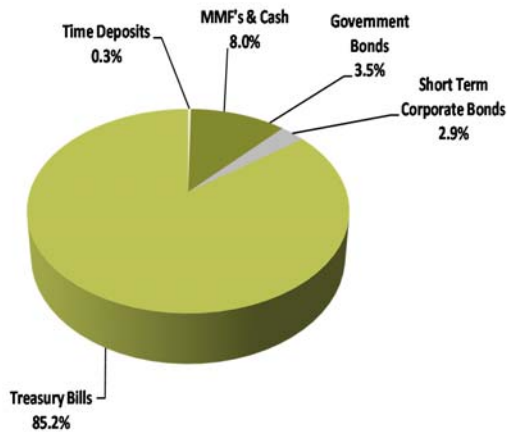
### Fund Information

IC Price (30/09/15) <b>EGP 1064.64</b>	Subscription/Redemption <b>Daily (No Fees) until 12 PM</b>
Fund Size (30/09/15) <b>EGP 978,092,656</b>	Fund Management <b>EFG-Hermes Asset Management</b>
Duration (30/09/15) <b>Days 119.74</b>	Fund Manager <b>Khalil El Bawab</b>
Dividends Distributed Since Inception <b>EGP 1502</b>	Assistant fund Manager <b>Yehya Abdel Latif</b>
Inception Date <b>24 June 1999</b>	Reuters Lipper Code <b>65077566</b>
Inception Price <b>EGP 1000</b>	Bloomberg Ticker <b>EFGCIII</b>

### Relative Performance (%)

Deposits Vs CA MMF	2007	2008	2009	2010	2011	2012	2013	2014	Q1 2015	Q2 2015	Q3 2015
3M Deposits avg. in CBE	5.90%	6.50%	6.55%	6.20%	6.69%	7.60%	7.69%	7.00%	7.20%	6.97%	6.77%
CA MMF Performance	8.82%	7.72%	7.72%	8.21%	8.47%	11.50%	10.77%	8.70%	8.47%	8.56%	8.36%

### Top Holdings



### Performance

