

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 30 ICs

Fund Details

Type of Scheme	Open Ended
Inception date	March-2012
IC price	EGP 353.698
Dividends Since Inception	EGP 0.00
Duration	57.10 days
Fund Size	EGP 453.84 million
Bloomberg Ticker	THARWAA.EY

Fund Manager

Management company	Hermes Fund Management
Fund Manager	Yehya Abdel Latif

Assistant Fund Manager Managed Since	Aly Sallam July 2017
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Contact Details

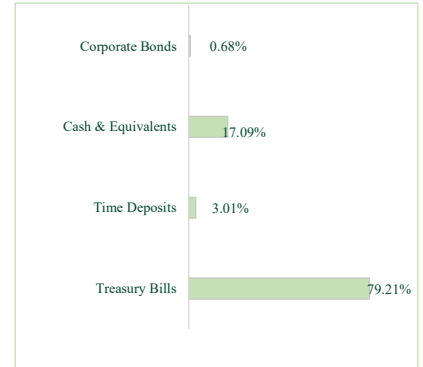
Ahly United Bank	
Telephone	19072
Website	<a href="http://www.ahliunited.com/egypt/">http://www.ahliunited.com/egypt/</a>

Portfolio

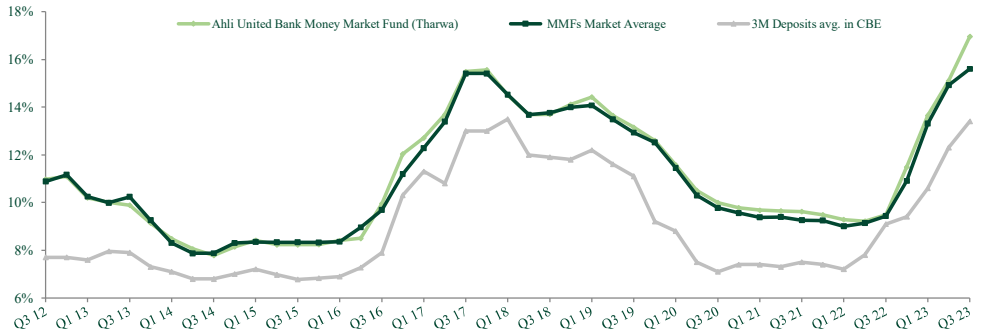
Performance Figures

Date	Return
Q3 2023	16.96%
YTD	15.83%
2022	10.25%
2021	9.96%
2020	10.88%
5-YTD	12.18%
Since Managed by EFG-Hermes (01-July-2017)	18.00%
Since Inception	11.52%

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.