

Quarterly report
Q2 2025

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 100 ICs

Fund Details

Type of Scheme	Open Ended
Inception date	May 2006
IC' price	EGP 80.96816
Dividends Since Inception	EGP 0.00
Duration	75.57 days
Fund Size	EGP 2.92 Billion
Bloomberg Ticker	EFGALX2
Reuters Lipper Code	65077562

Fund Manager

Management company	Hermes Portfolio and Fund Management
Fund Manager	Yehya Abdel Latif
Assistant Fund Manager	Aly Sallam

Contact Details

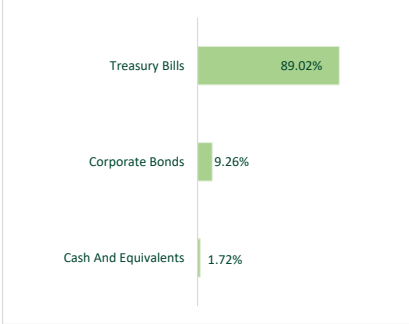
Bank of Alexandria	
Telephone	19033
Website	https://www.alexbank.com/En

Portfolio

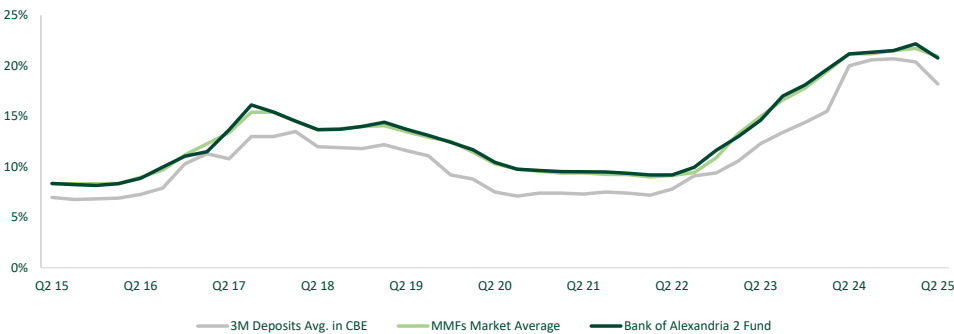
Performance Figures

Date	Return
Q2 2025	20.79%
YTD	22.05%
2024	22.62%
2023	16.66%
2022	10.38%
5-YTD	15.07%
Since Inception	11.53%

Asset Allocation



Relative Performance



Market Outlook

Market Commentary

- ≡ Egypt's GDP grew 4.8% y-o-y in Q1-2025, more than doubling from 2.2% y-o-y in the same period last year, and marking its strongest quarterly performance in three years, according to a statement from the Planning and International Cooperation Ministry.
- ≡ Annual headline inflation has been on an increasing trend throughout Q2-2025 increasing from 13.6% in March to 13.9% and 16.8% during April and May respectively. On a monthly basis, inflation was 1.9% in May versus 1.3% in April. Annual core inflation, also quickened to 13.1% in May from 10.4% in April.
- ≡ The CBE decided to start the easing cycle during April's MPC cutting overnight deposit and lending rates by 225 bps, and another 100 bps during May's MPC. Overnight deposit rate currently stands at 24%, overnight lending rate at 25%, and the main operation and discount rates at 24.50%.
- ≡ Remittances recorded a historic increase during the ten-month period (July-April of FY 2024/2025), rising by 77.1% to reach \$29.4bn (with Q1-2025 recording \$12.4bn).
- ≡ Egypt's net foreign reserves rose to \$48.526bn in May from \$48.144bn in April, and \$47.757bn in March, representing all-time highs.
- ≡ Egypt's PMI dropped to 48.8 in June 2025 from 49.5 in May 2025, indicating a steeper contraction in the non-oil private sector.
- ≡ The Finance Ministry completed a USD 1bn sovereign sukuk issuance on the Vienna Stock Exchange on Wednesday 25th of June in a private placement fully subscribed by Kuwait Finance House offering an annual yield of 7.875%
- ≡ Average T-Bills Net Rate Q2 2025:
 - ≡ 3 months: 22.64%
 - ≡ 6 months: 21.66%
 - ≡ 9 months: 21.18%
 - ≡ 12 months: 19.94%

Strategy

The fund manager will maintain current duration levels and take advantage of current high yields.