

QNB Debt Fund - Monthly Report for April 2024

Investment Objective

To provide investors with competitive investment returns from selected bonds issued by reputable companies located in Qatar and the other member nations of the Gulf Cooperation Council and their entities in any region with a fund's maximum average portfolio duration of four years.

Total Net Asset Value (in QAR)	Total Net Asset Value per unit month of April - 24 (in QAR)	Total Net Asset Value per unit month of March - 24 (in QAR)
37,256,101.77	13.265	13.346

	Fund	Benchmark
1 Month	-0.61 %	0.50 %
Year to Date	0.46 %	2.01 %
1 year	3.97 %	6.14 %
3 Years	2.11 %	10.87 %
Since Inception	32.65 %	24.07 %

Annualized Returns (%)

2023	4.95 %	5.83 %
2022	-4.32 %	2.28 %
2021	4.22 %	0.61 %
2020	-1.19 %	1.13 %
2019	8.04 %	2.83 %
2018	0.48 %	2.55 %
2017	4.32 %	1.61 %
2016	6.52 %	1.01 %
2015	-0.48 %	0.70 %
2014	4.39 %	0.66 %
2013	1.89 %	0.64 %

Risk Indicators

St. Deviation (3 years)	2.80 %	0.67 %
Sharpe (3 years)	-0.88	-4.82

Fund Information

Particulars

Fund Manager Comment

Fund type	Open-End Fund
Category	Fixed Income
Style	Active
Geography	Qatar
Subscription/Redemption	Monthly
Minimum	QR 20,000
Investment Management Fee	0.75 % p.a
Subscription / Redemption Fee	Nil
Benchmark	Libor + 50 bps
Performance Fee	n/a
Inception	January 2013
Fund Currency	Qatari Riyal
Auditor	Deloitte & Touche
Regulator Founder	QCB – Qatar Central Bank
Founder	QNB
Investment Manager	QNB Suisse SA
Custodian	HSBC

April was unfavorable for Fixed Income, with Global bonds falling by about 2.5% during the month. This resulted from inflation and growth data reducing expectations over the number of Fed cuts. Further, the timing of the cuts was also mainly moved towards Q4.

The US 10-year treasury yield experienced a notable shift in April, rising from 4.20% to 4.68%. This movement was primarily driven by the market's anticipation of the Fed's actions in response to inflation and GDP data. The overall yield curve mirrored this trend, albeit with a reduced inversion of the 2-10 curve to c.36 bps from c. 42 bps. Bloomberg's data indicates a significant change in the number of expected rate cuts by December, now standing at 1.1 times compared to the initial projection of 7 at the start of the year.

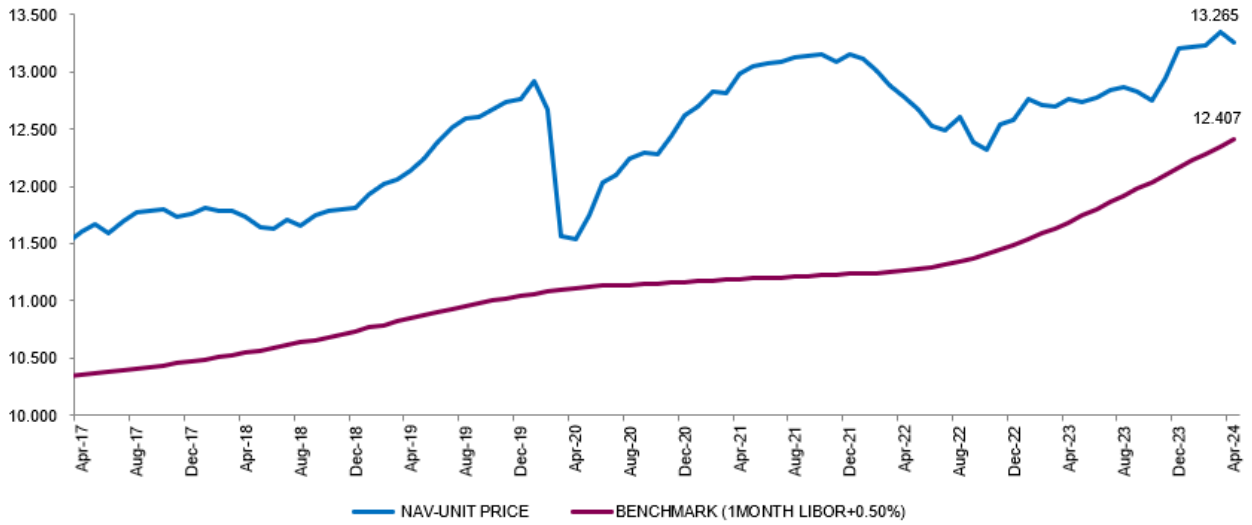
During the month, Brent ended higher at c. USD 87.9 from c. USD 87.5. The increase came amid growing conflicts in the Middle East and the danger of escalation. However, regional spreads, although tight historically, have remained steady, indicating optimism over non-escalation. The regional IG and HY space remains favorable to their global counterparts and will continue attracting flows from yield-seeking investors.

As of April 2024, QNB Debt Fund held 30 holdings with a long-term gross yield of c. 6.7 % p.a and a duration of c. 3.3 Years.

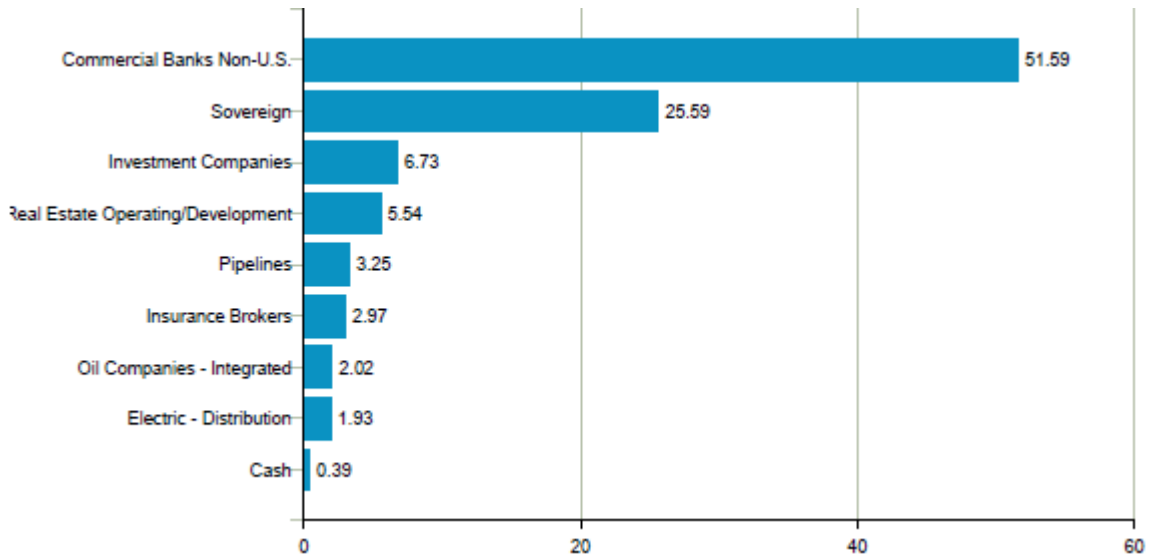
Top 5 Holdings

Issuer Name	Weight (%)
1 Government of Oman	6.82 %
2 Public Investment Fund	6.69 %
3 Bank of Bahrain & Kuwait	4.86 %
4 Government of Bahrain	4.82 %
5 Sharjah Islamic Bank	4.76 %

NAV Movement



Sector Allocation



Contact Details

Investment Manager
Fund Manager
Address
Telephone in Qatar

QNB Suisse SA
 Chanaka Dassanayaka CFA
 Quai du Mont-Blanc 1, 1201 Geneva
 +974 4440 7339

Information

Bloomberg Ticker: QNBDEBT QD Equity
 Reuters Ticker: LP68186853
 Morningstar Ticker: F00000PXPQ