

QNB Debt Fund - Monthly Report for September 2023

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 September - 23 (in QAR)	Total Net Asset value per unit month of August - 23 (in QAR)
36,075,743.40	12.825	12.862

	Fund	Benchmark
1 Month	-0.29 %	0.50 %
Year to Date	1.94 %	4.24 %
1 year	3.54 %	5.36 %
3 Years	4.34 %	7.45 %
Since Inception	28.25 %	19.79 %

Annualised Returns (%)

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

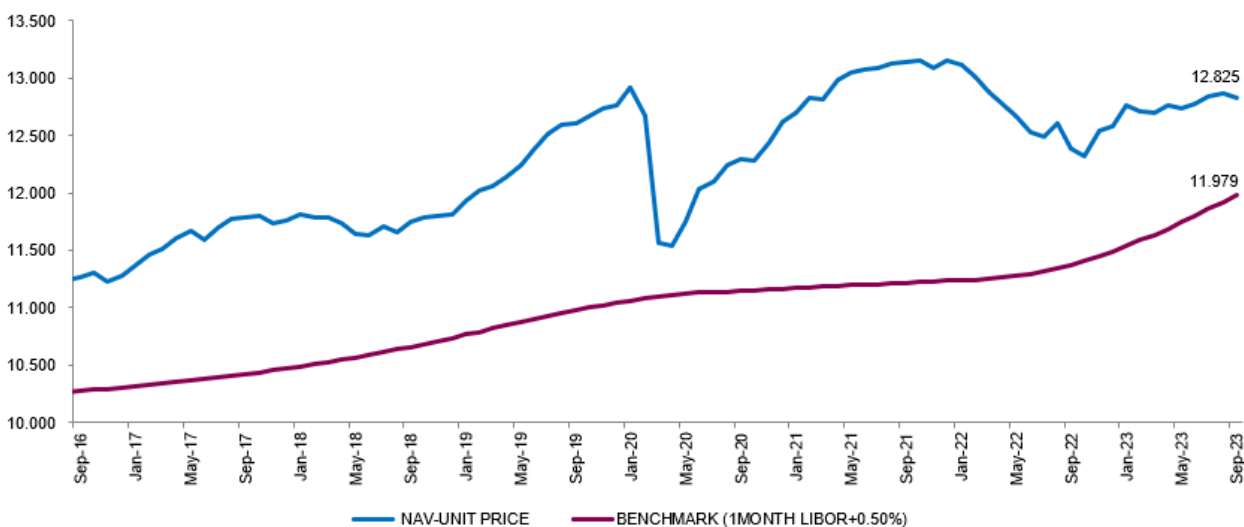
St. Deviation (3 years)	2.72 %	0.61 %
Sharpe (3 years)	-1.00	-5.71

Fund Information	Particulars	Fund Manager Comment
Fund type	Open-End Fund	<p>Q3, 23 was not a positive quarter for bonds in general as the US yield curve elevated higher across the curve. The main catalysts for this elevation were growth concerns of the US, supply/demand imbalance of the US treasuries, and increased yield levels of ex-US global bond yields. However, within the Fixed Income space, the HY segment has been performing well compared to the rest of the segments.</p> <p>During September, the US-10-year Treasury yield increased to 4.57 % from 4.11% while reaching a high of 4.61% during the month. Fed paused during the month while iterating that they expect rates to be elevated for longer as data suggest strong resilience of the economy with concerns over the resurgence of inflation. However, investors are confident that we are approaching the peak of the rate hike cycle, especially with the moderation of economic activity and inflation over the last quarter or so.</p> <p>During the month, Brent ended higher at USD 95.31 from USD 86.86, while it rose almost 28% within the quarter. The main drivers of this rise were voluntary cuts by Russia and Saudi Arabia through to the end of the year. Regional IG and HY space remain favorable to their global counterparts and will continue attracting flows from yield-seeking investors.</p> <p>As of September 2023, QNB Debt Fund held 28 holdings with a long-term gross yield of c.6.4% p.a and a duration of c. 2.5 Years.</p>
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	Ernst & Young	
Regulator Founder	QCB – Qatar Central Bank	
Founder	QNB	
Investment Manager	QNB Suisse SA	
Custodian	HSBC	

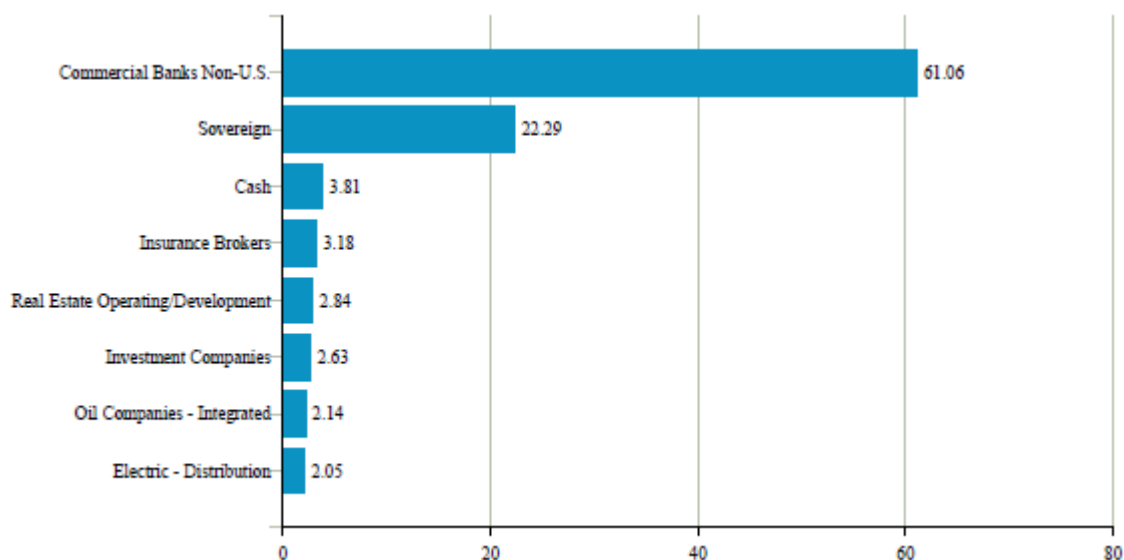
Top 5 Holdings

Issuer Name	Weight (%)
1 QNB Finansbank	5.53 %
2 Government of Oman	4.97 %
3 Bank of Bahrain & Kuwait	4.96 %
4 Sharjah Islamic Bank	4.87 %
5 Government of Bahrain	4.81 %

NAV Movement



Sector Allocation



Contact Details

Investment Manager QNB Suisse SA
Fund Manager Chanaka Dassanayaka CFA
Address Quai du Mont-Blanc 1, 1201 Geneva
Telephone in Qatar +974 4440 7339

Information

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