

## QNB Debt Fund - Monthly Report for February 2025

### 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 February - 2025 (in QAR)	Total Net Asset value per unit month of January - 2025 (in QAR)
38,675,504.61	14.090	13.970

	Fund	Benchmark
1 Month	0.86 %	0.38 %
Year to Date	1.58 %	0.81 %
1 year	6.47 %	5.85 %
3 Years	8.29 %	15.60 %
Since Inception	40.90 %	30.01 %

### Annualised Returns (%)

2024	5.05 %	6.04 %
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)	3.11 %	0.47 %
Sharpe (3 years)	-0.30	-3.92

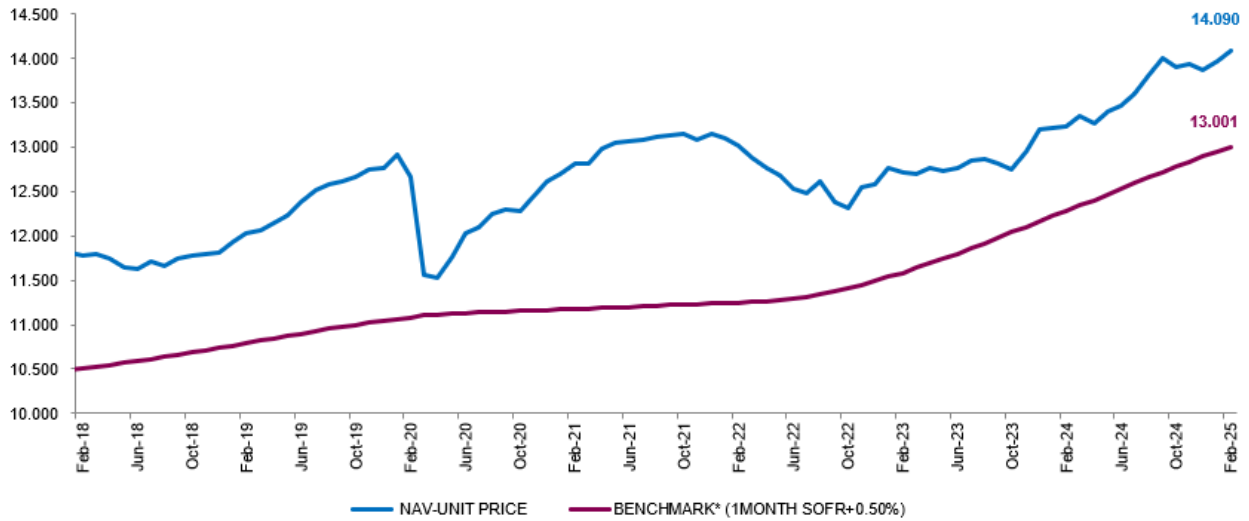
### Fund Information

Fund Information	Particulars	Fund Manager Comment	
Fund type	Open-End Fund	Feb'24 was a positive month for fixed income with rates ending lower during the month. However, the month ended with a weaker sentiment, especially with Tariff uncertainty that would lead to higher inflation together with weaker growth. Data points especially indicating weaker growth going forward did increase bets on rate cut for 2025 towards three from a single rate cut at the beginning of the year.	
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*	SOFR + 50 bps		
Performance Fee	n/a		
Inception	January 2013	During February, the US-10-year Treasury yield dropped to from 4.20% from 4.53% with rate cut bets increasing over the month. The drop in retail sales was a key catalyst showing some upcoming uncertainties. However, inflation indications are yet to be tamed and have partnered with growth concerns to complicate life of fed officials. We have to see how the uncertainties intensify future US outlook to see any further increase in rate cut expectations for 2025.	
Fund Currency	Qatari Riyal		
Auditor	Deloitte & Touche		
Regulator Founder	QCB – Qatar Central Bank		
Founder	QNB		
Investment Manager	QNB Suisse SA		
Custodian	HSBC		
			During the month, Brent ended lower at c. USD 73 from c. USD 77 in line with reduced global demand and an expected increase in supply. Regional IG and HY space remain favorable to their global counterparts and will continue attracting flows from yield-seeking investors.

### Top 5 Holdings

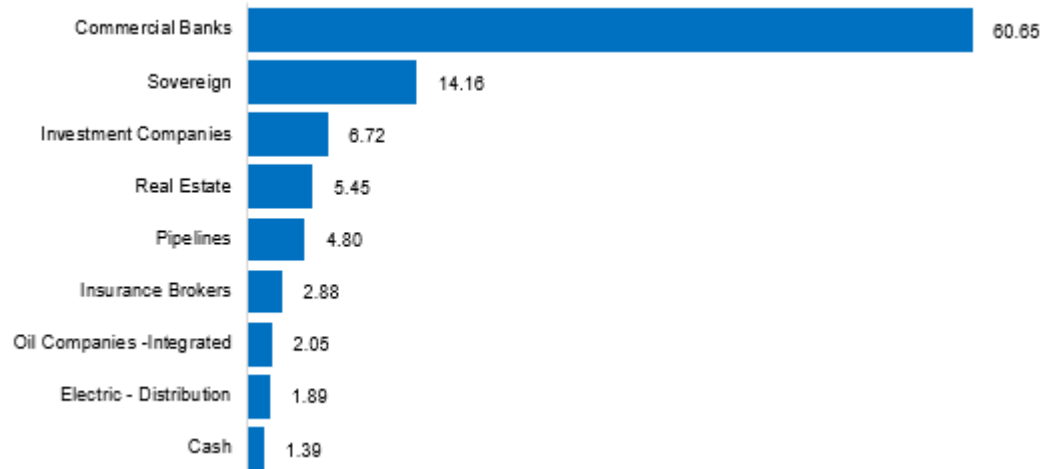
Issuer Name	Weight (%)	
1 Public Investment Fund	6.72 %	As of February 2025, QNB Debt Fund held 31 holdings with a long-term gross yield of c. 6.0 % p.a and a duration of c. 3.4 Years
2 QNB Finansbank	5.39 %	
3 Government of Bahrain	4.83 %	
4 Sharjah Islamic Bank	4.69 %	
5 Ahli Bank Qatar	4.56 %	

## NAV Movement



\*Benchmark – Replacement rate SOFRRATE Index used after the cessation of US0001M Index from November 2024, in line with guidance set by the International Swaps and Derivatives Association (ISDA)

## Sector Allocation



## Contact Details

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## Information

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