

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 March 2026 (in QAR)	Total Net Asset Value per Unit February 2026 (in QAR)
--------------------------------	---	--

37,934,821.68

14.500

14.934

	Fund	Benchmark
1 Month	-2.91%	0.36 %
Year to Date	-1.95 %	1.07 %
1 year	2.47 %	4.85 %
3 Years	14.16 %	17.63 %
Since Inception	45.00 %	36.89 %

Annualised Returns (%)

2025	6.61 %	5.03 %
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 %

Risk Indicators

St. Deviation (3 years)	2.87%	0.18%
Sharpe (3 years)	-0.10	-4.97

Fund Information

Fund Information	Particulars
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*	SOFR + 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

Fund Manager Comment

The first quarter of 2026 was filled with surprises and events that significantly impacted major asset classes, including Fixed Income. In the early months of the quarter, the Supreme Court's tariff reversal, along with a softening labor market, made headlines, and towards the end of the quarter, it was mainly the renewed outlook on inflation and growth amid the US-Iran war that made to the headlines. All of them had an impact on the broader treasury curve, while the rate-cut bets were lowered from two to three rate cuts in the early days of the quarter.

During the quarter, the US 2-10Y treasury curve flattened from 68 bps to 51 bps, aided by diminished rate-cut expectations for 2026. However, the overall curve was elevated amid expected budget deficits, retaliatory sales from key holders, and additional funding requirements related to the war. The US 10-year ended at 4.32% from the 4.17% at the beginning of the quarter, while reaching a high of 4.47%

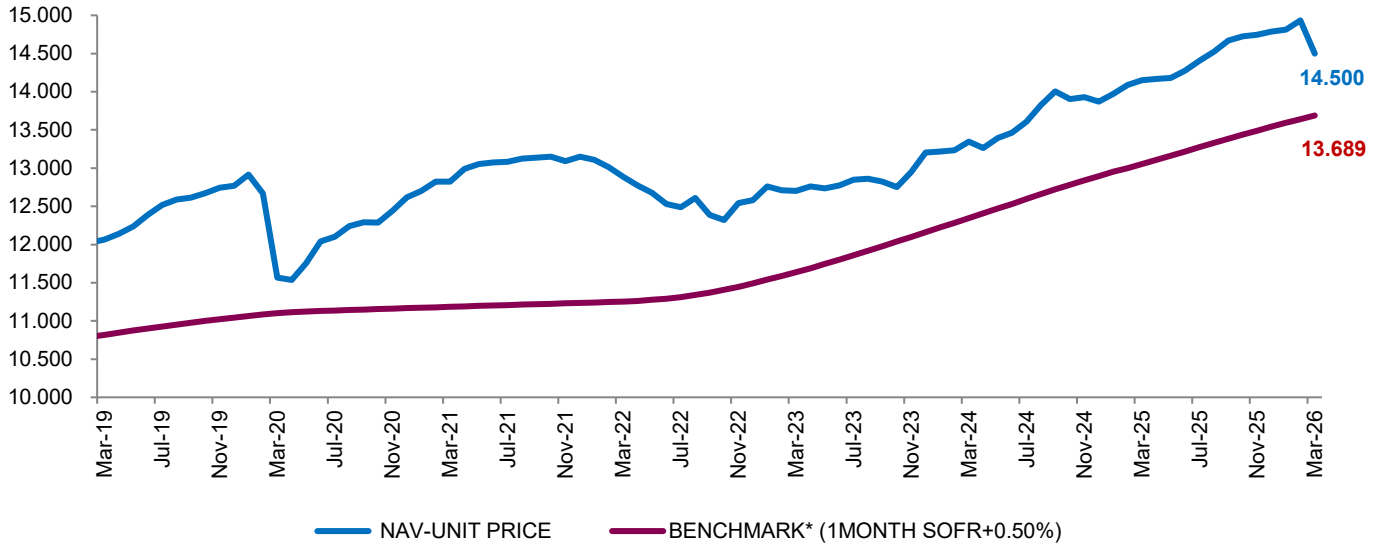
During the quarter, the US-Iran conflict led to a dramatic increase in oil prices. USD 118 from c. USD 61. This was mainly due to the blockade of the Strait of Hormuz from the start of the conflict, which accounted for almost 20% of the global oil flow. Further to that, damage to the region's oil and gas infrastructure will have a long-lasting impact on energy prices.

As of March 2026, QNB Debt Fund held 30 holdings with a long-term gross yield of c. 5.7 % p.a and a duration of c. 3.6 Years.

Top 5 Holdings

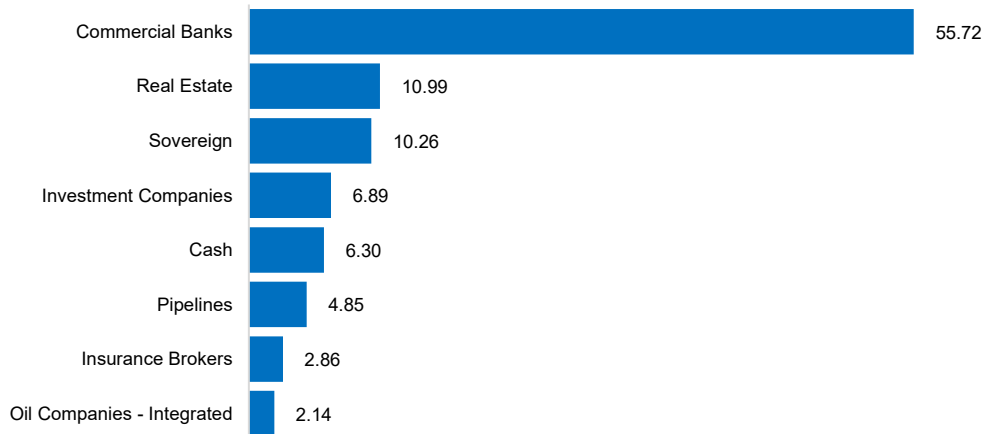
Issuer Name	Weight (%)
1 Public Investment Fund	6.84 %
2 National Bank of Oman	4.79 %
3 Bank AlBilad	4.77 %
4 Government of Bahrain	4.74 %
5 Banque Saudi Fransi	4.63 %

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

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