

## QNB Commodity Fund – Monthly report for October 2022

### Investment Objective

To provide investors with competitive investment returns from selected commodities.

**Total Net Asset value (in QAR)**  
2,919,485.49

**Total Net Asset value per unit (in QAR)**  
10.395

Fund Information	Particulars	Performance Summary	
Fund Type	Open-End Fund	MTD (October 2022)	6.17%
Currency	Qatari Riyal	YTD (2022)	28.08%
Regulator	Qatar Central Bank	Since Inception (May 2014)	3.95%
Fund Manager	QNB Suisse SA	<b>Indicative Benchmark</b> S&P GSCI INDEX	
Subscription/Redemption Fee	2.00 % / 0.50%		
Management Fee	0.4%	MTD (October 2022)	6.70%
Auditor	E&Y	YTD (2022)	29.97%
Custodian	QNB	Since Inception (May 2014)	-27.87%

### Fund Manager Comment

As per World Bank,

“Energy prices fell 7.5% in October, led by natural gas in Europe (-34%) and the U.S. (-27.6%). Non-energy prices fell 1.2%. Agricultural prices eased 0.7%. Food prices increased 0.8%, led by grains (+5.7%). Beverages and raw materials declined 6.4% and 3.2%, respectively. Fertilizer prices declined 3.7%. Metal prices dropped 1.7%, led by tin (-8.2%), iron ore (-7.3%), and zinc (-5%). Precious metals eased 0.4%.”

“Commodity prices surged during the first quarter of 2022, reflecting the effects of the war in Ukraine as well as continued growth in demand and various constraints on supply. Amid concerns about the war’s disruptive effects on commodity supply, the increases in prices were particularly pronounced for commodities where Russia and Ukraine are large exporters, particularly energy, fertilizers, and some grains and metals. These developments have added to a broad-based rise in commodity prices that began in mid-2020 with a surge in demand driven by receding concerns about the COVID-19 pandemic. Demand for commodities rebounded as the global economy recovered, while commodity production increased more slowly, weighed down by several years of weak investment in new production capacity as well as various supply disruptions.

As a result, energy prices (in U.S. dollar terms) were more than four times higher in March 2022 than their April 2020 lows—the largest 23-month increase in energy prices since the 1973 oil price hike. Fertilizer prices rose by 220 percent between April 2020 and March 2022, their largest 23-month increase since 2008

Similarly, food prices rose by 84 percent, their largest increase in a comparable period since 2008. These increases in prices are having major humanitarian and economic impacts and exacerbating food insecurity and inflation in many countries.”

### Fund Management Team

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#### **Management Team:**

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