

QNB Debt Fund - Monthly Report for November 2021

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 November - 21 (in QAR)	Total Net Asset value per unit month of October - 21 (in QAR)
38,378,338	13.090	13.152

	Fund	Benchmark
1 Month	-0.47 %	0.05 %
Year to Date	3.75 %	0.56 %
1 year	5.19 %	0.62 %
3 Years	10.97 %	4.84 %
Since Inception	30.90 %	12.30 %

Annualised Returns (%)

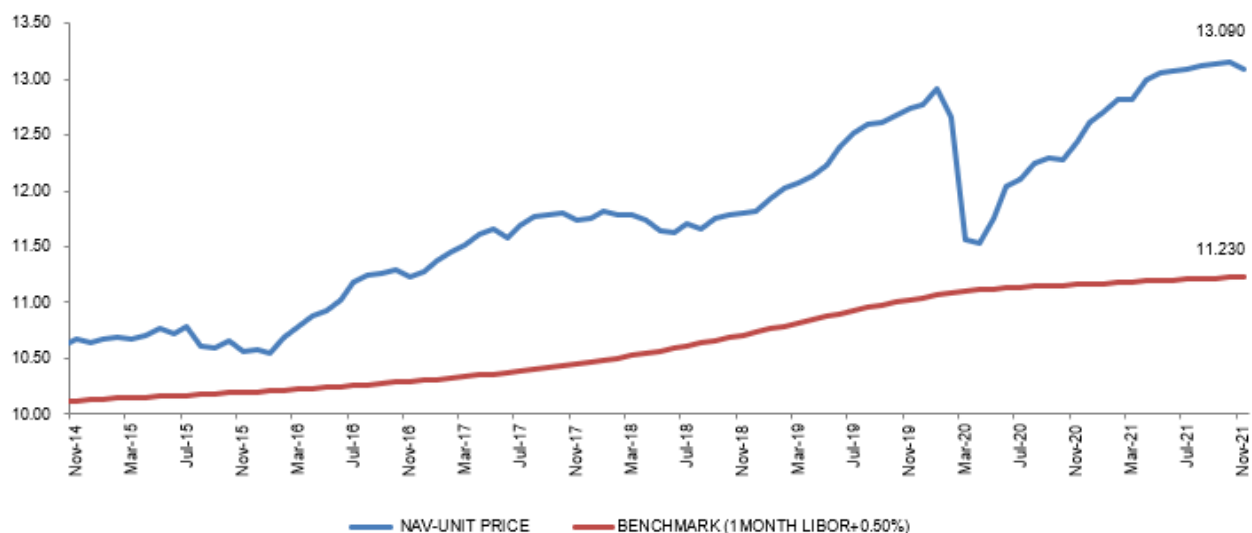
2020	-1.19 %	1.13 %
2019	8.04 %	2.83 %
2018	0.48 %	2.55 %
2017	4.32 %	1.61 %
2016	6.52 %	1.01 %
2015	-0.48 %	0.70 %
2014	4.39 %	0.66 %
2013	1.89 %	0.64 %

Risk Indicators

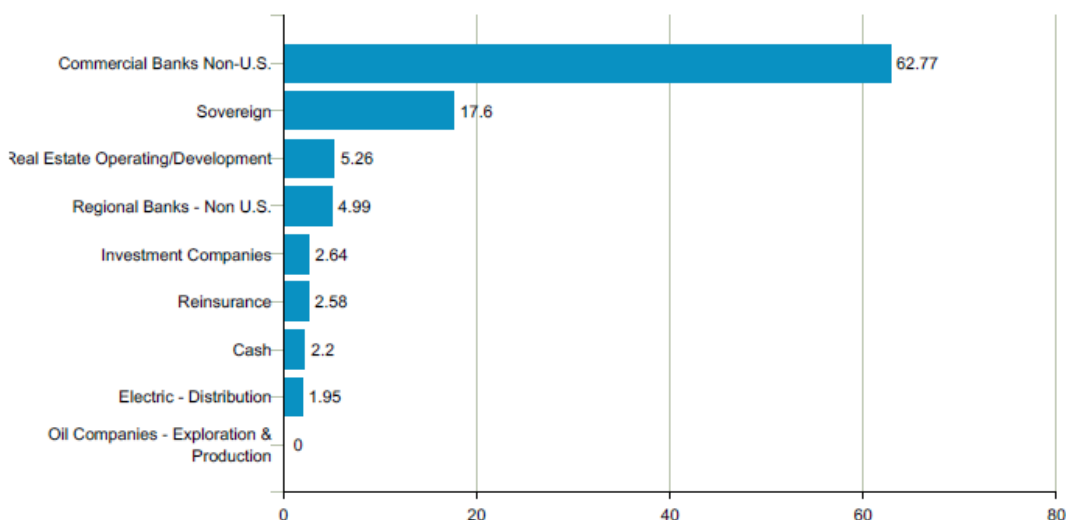
St. Deviation (3 years)	5.83 %	0.30 %
Sharpe (3 years)	0.58	4.32

Fund Information	Particulars	Fund Manager Comment
Fund type	Open-End Fund	<p>During November, there has been increased hospitalizations in several parts of the world, especially in Europe with the emergence of the new Covid variant that has shocked the world. It is still unknown how strong the new variant is and the efficacy of past vaccinations on this strain. The outcome would dictate the direction of the market in the next few weeks. However, many are with the view that the threat would be mild to intermediate, and we may not be greeted by a shock similar to that in March 2020.</p> <p>During the month US 10-year treasury rate ended lower at 1.44% from 1.55% in October. During the month it moved to 1.63% but was pulled lower towards the end of the month along with the new variant news. US Fed communication over stimulus tapering and rate hikes during mid next year was unchanged but it remains to be seen if the Fed would go ahead as planned if the variant threat is high. In a moderate threat case, we can expect the inflation to still persist which will induce the Fed to stick with their plan.</p> <p>Regional credits ended lower with regional spreads trading wider during the month. Brent ended lower at USD 70.57 from USD 84.38 as of previous month. Regional IG and HY space still appear favorable compared to the global counterparts and will attract flows from yield seeking investors.</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	<p>As of November 2021, QNB Debt Fund held 30 holdings with a long-term gross yield of c. 3.90 % p.a and duration of c. 3.7 Years.</p>
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 Kingdom of Bahrain	4.94 %	
2 National Bank of Oman	4.92 %	
3 Bank of Bahrain & Kuwait	4.90 %	
4 Sultanate of Oman	4.88 %	
5 Sharjah Islamic Bank	4.85 %	

NAV Movement



Sector Allocation



Contact Details

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Information

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