

QNB Debt Fund - Monthly Report for October 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 October - 21 (in QAR)	Total Net Asset value per unit month of September - 21 (in QAR)
38,559,902	13.152	13.137

	Fund	Benchmark
1 Month	0.11 %	0.05 %
Year to Date	4.24 %	0.51 %
1 year	7.05 %	0.62 %
3 Years	11.58 %	5.03 %
Since Inception	31.52 %	12.24 %

Annualised Returns (%)

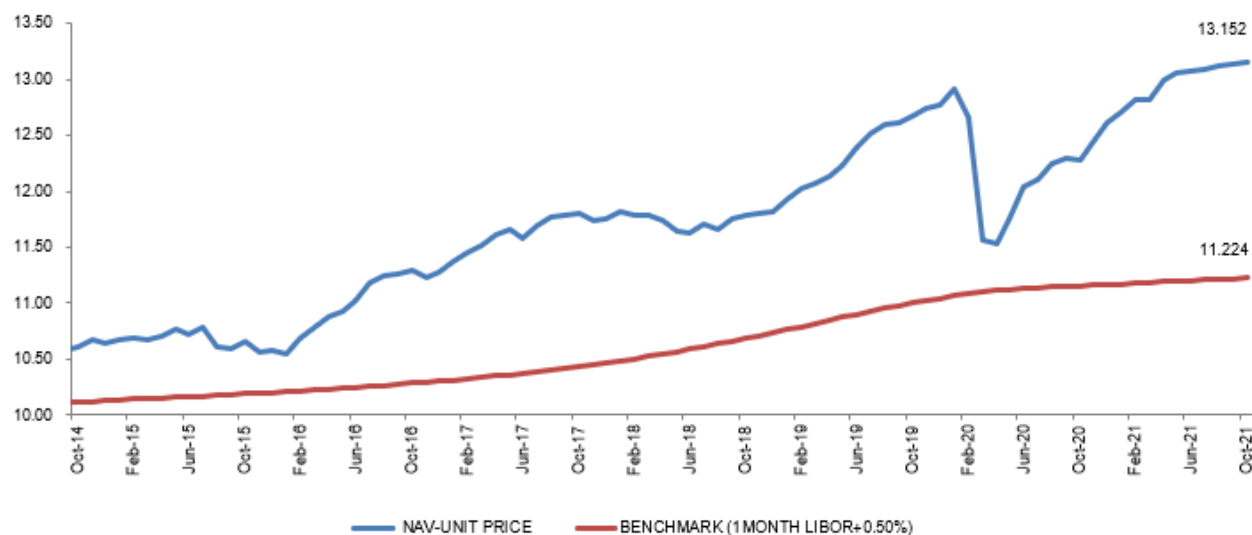
2020	-1.19 %	1.13 %
2019	8.04 %	2.83 %
2018	0.48 %	2.55 %
2017	4.32 %	1.61 %
2016	6.52 %	1.01 %
2015	-0.48 %	0.70 %
2014	4.39 %	0.66 %
2013	1.89 %	0.64 %

Risk Indicators

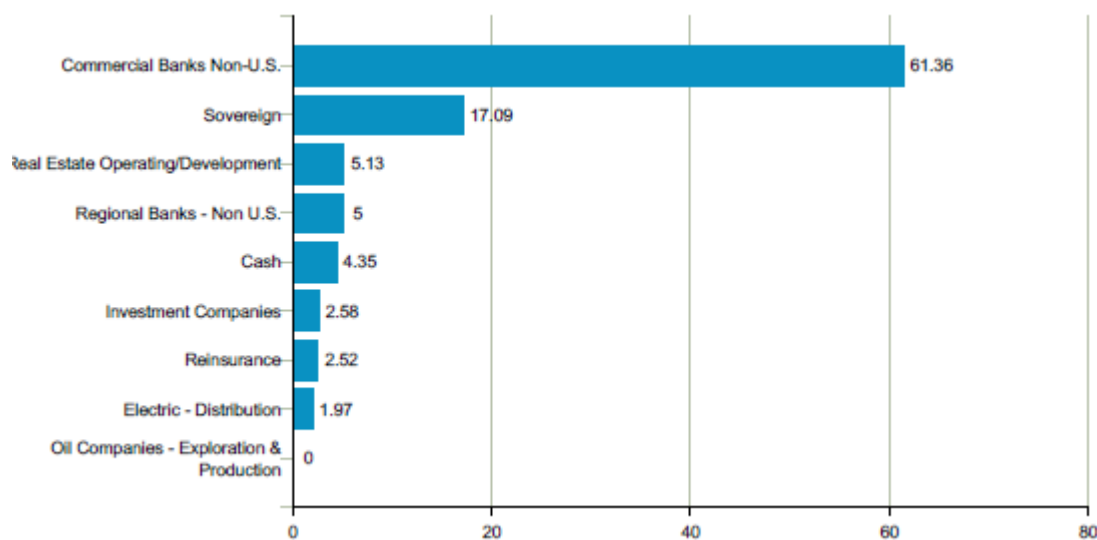
St. Deviation (3 years)	5.82 %	0.30 %
Sharpe (3 years)	0.61	4.50

Fund Information	Particulars	Fund Manager Comment
Fund type	Open-End Fund	<p>Global economic recovery continued in October with lockdowns continuing to ease in developed markets. Speedier vaccine rollouts globally have improved the optimism on return to normality compared to the beginning of the year. However, caution remains over the supply lead inflation that would lead to a stagflation scenario in case growth levels fail to elevate from hereon.</p> <p>During the month US 10-year treasury rate ended higher at 1.55% from 1.49 % in September mainly on the Fed communication over stimulus tapering and rate hikes which are expected to occur earlier than expected. We may witness higher rates if US Fed persist with the plan but any indication of softening inflation or lower than expected growth level would mean existing monetary support to be continued.</p> <p>Regional credits were almost flat with benchmark rates change being low during the month. Brent ended higher at USD 84.38 from USD 78.52 as of previous month. Elevation in energy price levels is mainly driven by the expected increase in activity following the vaccine rollout. Regional IG and HY space still appear favorable compared to the global counterparts and will attract flows from yield seeking investors.</p> <p>As of October 2021, QNB Debt Fund held 28 holdings with a long-term gross yield of c. 3.5 % p.a and duration of c. 3.6 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 National Bank of Oman	4.92 %	
2 Sultanate of Oman	4.89 %	
3 Bank of Bahrain & Kuwait	4.87 %	
4 Sharjah Islamic Bank	4.86 %	
5 Emirates NBD Bank	4.79 %	

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