

Quarterly report
Q4 2025

Investment Objective

The principal investment objective of the fund is providing daily liquidity to investors while aiming to achieve the highest possible returns.

Investment Universe

The fund invests mainly in treasury bills, treasury bonds, corporate bonds, securitized bonds and time deposits.

Investments tenor shouldn't exceed 13 months.

Weighted average durations doesn't exceed 150 days.

Subscription/Redemption

The fund offers daily subscription/ redemption giving clients access to daily liquidity.

The valuation day for the fund is daily

Minimum initial investment is 100 ICs

Fund Details

Type of Scheme	Open Ended
Inception date	May 2006
IC price	EGP 89.33230
Dividends Since Inception	EGP 0.00
Duration	108.52 days
Fund Size	EGP 3.41 Billion
Bloomberg Ticker	EFGALX2
Reuters Lipper Code	65077562

Fund Manager

Management company	Hermes Portfolio and Fund Management
Fund Manager	Yehya Abdel Latif
Assistant Fund Manager	Aly Sallam

Contact Details

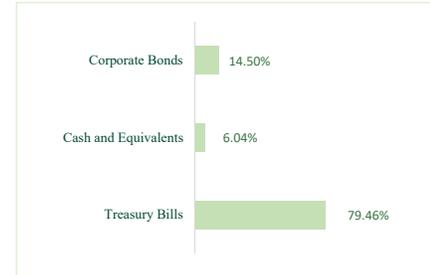
Bank of Alexandria	
Telephone	19033
Website	https://www.alexbank.com/En

Portfolio

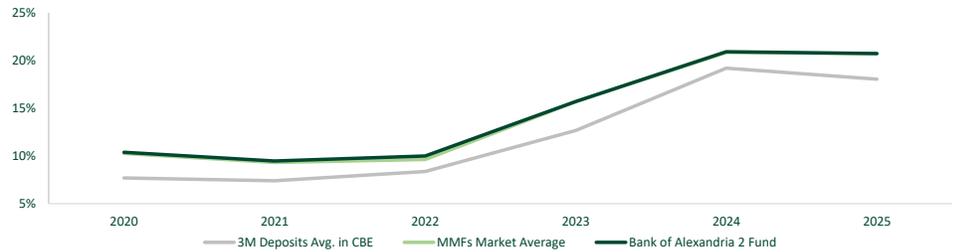
Performance Figures

Date	Return
Q4 2025	19.80%
2025	22.40%
2024	22.62%
2023	16.66%
2022	10.38%
2021	9.81%
2020	10.80%

Asset Allocation



Relative Performance



Market Outlook

Market Commentary

- ≡ Egypt's annual headline inflation stood at 12.3% in December, easing from 12.5% in October. Higher food inflation was offset by slower non-food inflation, while fuel and rent price adjustments had limited passthrough. Core inflation declined to 11.8% from 12.5% in November.
- ≡ The Central Bank resumed easing, cutting rates by 100 bps in October and December, bringing total 2025 cuts to 725 bps. Falling inflation supports the accommodative stance despite fuel price adjustments. Policy rates now stand at 20.00% (deposit), 21.00% (lending), and 20.50% (main operation).
- ≡ Egypt's Net foreign reserves reached a record USD 51.45bn in December, up from USD 50.22bn in November.
- ≡ Remittances rose by 42.5% in 2025 to a record of USD 37.5bn, on a monthly basis, increased by 39.9% in November 2025, 26.2% in October 2025 and 30.9% in September 2025, compared to the same period last year, respectively.
- ≡ The IMF reached a staff-level agreement on the fifth and sixth Extended Fund Facility arrangement, potentially unlocking USD 2.5bn in funding.
- ≡ Egypt received USD 3.5bn under a Qatar-backed Mediterranean real estate and tourism project, part of a USD 7.5bn investment pledge.
- ≡ GDP grew 5.3% in 3Q25 vs 3.5% a year earlier, driven by manufacturing, tourism, telecoms, and Suez Canal recovery. The government targets c5% growth in FY25/26, up from a previous target of 4.5%.
- ≡ S&P Global upgraded Egypt's rating to B with a stable outlook, while Fitch affirmed, citing reform-driven growth and FX rate liberalization.
- ≡ The current account deficit stood at USD 2.1bn in 2Q25, 45% y-o-y, as services and remittances offset a wider trade deficit, strengthening external balances.
- ≡ Average T-Bills Net rate Q4 2025:
 - ≡ 3 months: 21.136%
 - ≡ 6 months: 21.126%
 - ≡ 9 months: 20.750%
 - ≡ 12 months: 20.338%

Strategy

- ≡ The fund manager will maintain current duration while capitalizing on elevated yields ahead of an anticipated easing cycle.