

**Quarterly report  
Q4-2025**
**Investment Objective**

The principal investment objective of the fund is to achieve the highest possible return through investing in medium to long term fixed income instruments

**Investment Universe**

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

**Subscription/Redemption**

- The fund offers daily subscriptions and weekly redemptions
- The valuation day for the fund is weekly

**Fund Details**

Type of Scheme	Open Ended
Inception date	February-1999
IC price	EGP 409.39615
Dividend Since Inception	EGP 8.20
Duration Days	423.68 days
Fund Size	EGP 95.27 million
Bloomberg Ticker	SAIBTHI EY

**Fund Manager**

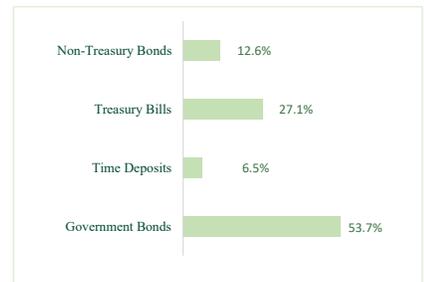
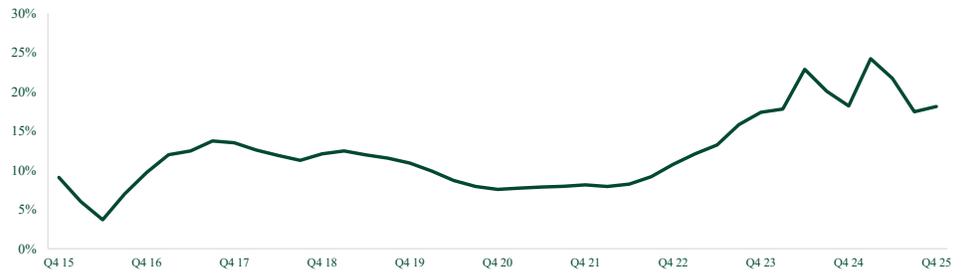
Management company	Hermes Portfolio and Fund Management
Fund Manager	Nabil Moussa
	Yehya Abdel Latif
Assistant Fund Manager	Mostafa Amer
	Aly Sallam
Managing since	November-2013

**Contact Details**

SAIB Bank	
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Website	<a href="http://www.saib.com.eg/">http://www.saib.com.eg/</a>

**Portfolio**
**Performance Figures**

Date	Return
Q4-2025	18.12%
2025	21.95%
2024	21.23%
2023	15.46%
2022	9.34%
Since Managed	11.93%

**Asset Allocation**

**Performance**


SAIB's Third Investment Fund (El RabeH)

**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-Bonds Net rate of Q4 2025:
  - ≡ 2Yrs: 18.141%
  - ≡ 3Yrs: 17.248%
  - ≡ 5Yrs: 15.689%

**Strategy**

- ≡ The fund manager implemented a dual strategy of extending duration in anticipation of interest rate cuts next year, while utilizing the shorter end of the yield curve to increase profitability.