EFG-Hermes FI USD Fund

Quarterly report
Q2 2026

Investment Objective

To provide a stable and low volatility investment solution through investments in Egyptian US dollar denominated fixed income instruments, while seeking to preserve capital, maintain liquidity, and generate attractive risk-adjusted returns in USD.

Investment Universe

The fund invests primarily in a range of U.S. dollar-denominated fixed income securities across the Egyptian market.

Subscription/Redemption

The fund offers daily subscription,

Weekly redemptions (cut-off: 12:00 PM on the business day preceding the last working day of each week).

Fund Details

Type of Scheme	Open Ended
Inception date	February 2026
IC price	USD 101.49
Duration	2.60 Years
Dividends Since Inception	USD 0.00
Fund Size	USD 2.23 million
Bloomberg Ticker	EFGHFIU
Reuters Lipper Code	68899809

Fund Manager

Management company	Hermes Portfolio & Fund Management
Fund Manager	Karim Zafaan

Contact Details

EFG-Hermes

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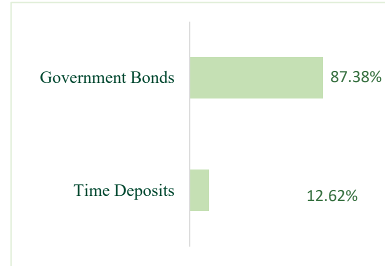
Portfolio

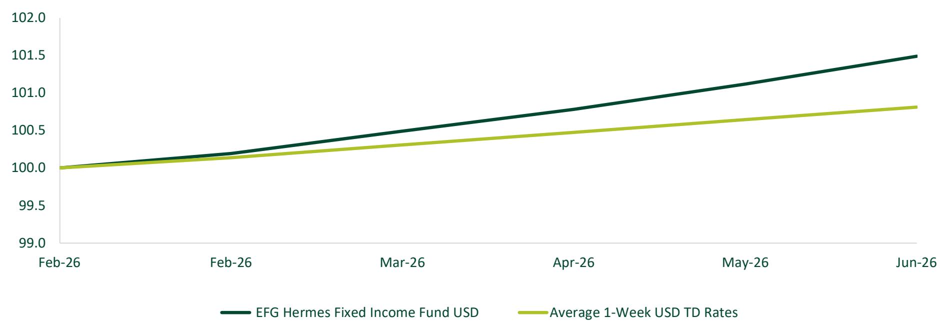
Performance Figures

Date	Return
Q2 2026	3.99%
Since Inception	3.69%

Asset Allocation



Relative Performance



Market Outlook

Economic Outlook:

- Global growth is expected to remain modest at 3.0% in 2026, while the IMF projects global headline inflation of 4.7%, up from 4.1% in 2025; it expects inflation to ease to 3.9% in 2027. In the United States, July CPI inflation moderated to 3.4% year-on-year from 3.5% in June, while core inflation eased to 2.5%. Although the latest US inflation data are constructive for the medium-term rates outlook, inflation remains above the Federal Reserve's 2% objective, and the global disinflation trend has stalled.

- For Egypt, the IMF forecasts real GDP growth of 4.6% in 2026, after 4.4% in 2025. The sovereign's Eurobond outlook continues to be underpinned by reform implementation and official external support; however, the regional geopolitical environment remains an important source of downside risk. A prolonged disruption to energy markets, trade routes, tourism, or remittance flows could increase external-financing needs and widen emerging-market credit spreads

Investment Outlook:

- The Fund maintains a cautious stance amid elevated geopolitical uncertainty and the potential for renewed volatility in US rates and emerging-market credit spreads. We are therefore not currently increasing portfolio duration. Instead, we emphasize selective exposure to high-quality USD-denominated Eurobond instruments, balancing carry generation with prudent maturity selection and active risk management.

- The Fund aims to deliver elevated USD returns through disciplined security selection and income capture, while seeking to keep volatility at a minimum. Portfolio liquidity is managed as a core objective, with sufficient liquid holdings and a diversified maturity profile to support anticipated investor redemptions without requiring forced sales during adverse market conditions.