Alex Bank Money Market Fund

Quarterly report
Q3 2026

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 102.27803
Dividends Since Inception	EGP 0.00
Duration	94.50 days
Fund Size	EGP 3.00 Billion
Bloomberg Ticker	EFGALX2
Reuters Lipper Code	65077562

Fund Manager

Management Company	Hermes Fund Management
Fund Manager	Yehya Abdel Latif
Assistant Fund Manager	Aly Sallam

Contact Details

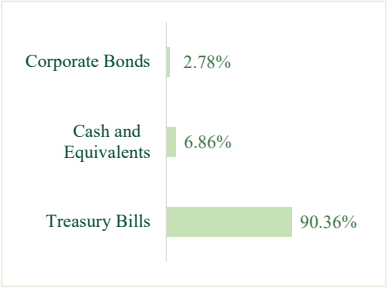
Alex Bank	
Telephone	19033
Website	https://www.alexbank.com/En

Portfolio

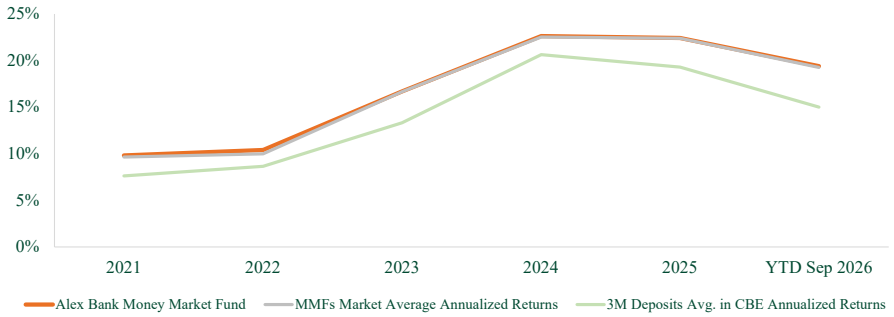
Performance Figures

Date	Return
Q3 2026	18.23%
YTD	19.38%
2025	22.40%
2024	22.62%
2023	16.66%
2022	10.38%
2021	9.81%

Asset Allocation



Relative Performance



Market Outlook

Market Commentary

- The US/Israel war on Iran re-escalated in Q3-2026, with renewed strikes around the Strait of Hormuz in early September. Brent rose from the low-to-mid USD 80s/bbl in July to a peak of around USD 109/bbl, ending the quarter near USD 102/bbl. Late-September diplomacy and a recovery in crude export flows eased prices from the highs, but geopolitical risks remain highly uncertain.
- EGP gave back part of its Q2-2026 gains, moving from a low of EGP 48.81/USD in early July to around EGP 52.3/USD by quarter-end, as foreign investors turned net sellers of T-bills in September.
- Although the CBE had resumed its easing cycle by cutting rates by 100 bps in February 2026 bringing cumulative cuts to 825 bps since the start of the 2025 easing phase, it is now reassessing its policy outlook due to the war on Iran. The CBE has held its rates unchanged for the fifth consecutive meeting in September and is expected to hold rates steady going forward until the conflict is resolved, given rising inflationary pressures. Policy rates currently stand at 19.00% for deposits, 20.00% for lending, and 19.50% for the main operation.
- Egypt's annual headline inflation stood at 14.50% in August 2026, down from 14.90% in July 2026, leaving real interest rates around 5.00%. Core inflation remained slightly increased to 14.90% in August from 14.70% in July.
- Remittances from Egyptians working abroad climbed 28% Y-o-Y to USD 29.7bn in 7M2026, according to the Central Bank of Egypt (CBE). In July, flows jumped 20% Y-o-Y to USD4.5bn.
- GDP grew by 4.95% in 1Q26 vs 4.75% 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%.
- Egypt's Net foreign reserves continued its upward trend to reach USD 57.215bn in August, up from USD 56.294bn in July.
- Average T-Bills Net rate Q3 2026:
  - 3 months: 19.561%
  - 6 months: 20.431%
  - 9 months: 20.552%
  - 12 months: 20.068%

Strategy

- Geopolitical risks remain highly uncertain; therefore, the fund manager will maintain the current duration of 100 days +/- 10 days while continuing to closely monitor inflation dynamics and other macroeconomic developments that may warrant a reassessment of the strategy.