

### Investment Objective

The objective of the Fund is to generate a constant stream of cash flows by investing into Reverse Convertibles (RCs), Structured Notes, derivatives and cash or cash equivalent instruments.

### Investment Strategy

The Fund will invest primarily in Auto-Callable Reverse Convertible and other Structured Notes related to equity, currency, commodities and indexes, derivatives and cash or cash equivalent instruments [for liquidity purposes]. The investment process is designed to harvest markets' volatility and convert it into cash flows whilst controlling the idiosyncratic risk of any single name investment exposure and the related business sector via concentration limits.

### Chart of the daily NAV since inception



This is an actively managed fund that is not designed to track a benchmark. Past performance does not predict future returns. The value of investments and the income derived from investments will fluctuate and can go down as well as up. A loss of capital may occur.

### Returns including coupons paid and net of all fees and costs

<b>1 Month</b>	<b>-0.05%</b>
<b>YTD</b>	<b>1.0%</b>
<b>1 Year</b>	<b>n/a</b>
<b>ITD (since 17<sup>th</sup> July 2023)</b>	<b>2.3%</b>

### Fund Details

<b>Total Net Asset</b>	<b>\$ 61,107,000</b>
<b>NAV</b>	<b>9.476</b>

### Relevant Metrics

No of single notes	20
Average duration of the fund single lines in days	131
Max allocation to a single note	5.0%
Lowest allocation to a single note	1.9%
Max potential concentration to a single sector	18% (US internet companies)
Lowest potential concentration to a single sector	0.8% (US transportation companies)
Weighted Average coupon of single notes	13.2%
Running yield of the Fund (average coupon/NAV)	13.9%
Max drawdown (rolling 1year) RK507	-8.4%
Max drawdown recovery (no. of days) RK509	32
Average Credit Rating of Issuers	A

### Major Fund Allocation changes

The nominal investment in the QNB RC Fund currently stands at approximately \$61.1 million, with an average coupon rate of 13.2%. During the month of June, we deployed the \$13 million raised by topping up existing single lines and introduced a new RC. Consequently, the total count of single securities remains at 20 due to the calling of RCF22 and the subsequent addition of the new single line.

As per prospectus, soon after the month end of June, the fund paid the QNB management fees for the second quarter of 2024.

### General Considerations on the stock market

The performance of the US equity reference index was 3.7% in June and there was a slight decrease in volatility from May (12.4%) to June (12.9%) without a specific impact on the fund performance.

During the same period, dollar funding rates saw a minor decrease, with this month's number at 5.11 compared to last month's 5.17 for the generic US treasury with a 12 month residual life.

### Coupon Payments

<b>Next coupon is expected on the first week of August</b>	
9 <sup>th</sup> May 2024	\$ 0.25 per unit
12 <sup>th</sup> February 2024	\$ 0.25 per unit
9 <sup>th</sup> November 2023	\$ 0.25 per unit

<b>Fund Details</b>	
Domicile	Cayman Islands
Structure	LLC
Asset Class	Alternatives – RCs
Benchmark	Absolute return
Fund Launch Date	17 JULY 2023
<b>Share Class Information</b>	
Target Investor	Non-retail / Qualified
Base currency	USD
Distribution Type	Income
Distribution Frequency	Quarterly
<b>Fees and Charges</b>	
Management Fee (annual)	1.60%
Total Expense Ratio	2,00%
Exit Fee (before lock period)	5%
<b>Dealing Details</b>	
Dealing and valuation Daily	Daily
Lock Period	6 months from initial investment
Minimum Subscription	US\$100,000
Additional Subscription	US\$10,000
Minimum Redemption	US\$10,000
Minimum Holdings	US\$100,000
Settlements Deadline	10:00 (Qatar Time) on a Business Day
<b>Fund Identifiers</b>	
ISIN	KYG835251086
Bloomberg Ticker	
<b>Portfolio Management</b>	
Investment Manager	QNB Suisse SA
Fund Manager	Amna Al Kuwari
<b>Stakeholders</b>	
Administrator	QNB QPSC
Depository	QNB QPSC
Auditor	KPMG Cayman Islands
<b>Contact Details</b>	
Address	Quai du Mont-Blanc 1, 1201 Genève, Switzerland
Telephone in Qatar	+974 4440 7339
<b>Disclaimers</b>	
<p><b>The value of an investment and the income from it can fall as well as rise and you may not get back the amount originally invested.</b> The information herein is for illustrative purposes only and reflects current market practices and is not intended to constitute legal, tax, accounting, or financial advice; investors should consult their own advisers on such matters. At all times prospective investors considering an investment in the Fund should carefully read the Private Placement Memorandum and the Terms &amp; Conditions of the Subscription form. Investors are reminded that past performance of any investment is not a guide to future returns. All performance figures are of fees. The Fund may incur further expenses (not included in the above Ongoing charge) as permitted by the Private Placement Memorandum.</p>	
<b>Important Risk Considerations</b>	
<p>■ <b>Counterparty risk</b> a party that the Portfolio transacts with may fail to meet its obligations which could cause losses. ■ <b>Custodian risk</b> insolvency, breaches of duty of care or misconduct of a custodian or sub-custodian responsible for the safekeeping of the Portfolio's assets can result in loss to the Portfolio. ■ <b>Derivatives risk</b> derivative instruments are highly sensitive to changes in the value of the underlying asset that they are based on. Certain derivatives may result in losses greater than the amount originally invested. ■ <b>Exchange rate risk</b> changes in exchange rates may reduce or increase the returns an investor might expect to receive independent of the performance of such assets. If applicable, investment techniques used to attempt to reduce the risk of currency movements (hedging), may not be effective. Hedging also involves additional risks associated with derivatives. ■ <b>Liquidity risk</b> the Portfolio may not always find another party willing to purchase an asset that the Portfolio wants to sell which could impact the Portfolio's ability to meet redemption requests on demand. ■ <b>Market risk</b> the value of assets in the Portfolio is typically dictated by a number of factors, including the confidence levels of the market in which they are traded. ■ <b>Operational risk</b> material losses to the Portfolio may arise as a result of human error, system and/or process failures, inadequate procedures or controls.</p> <p><b>Complete information on the risks of investing in the fund are set out in the fund's Private Placement Memorandum</b></p>	