QANTARA AFRICAN SOVEREIGN BONDS

UCITS under French law

Reporting October 2025

QANTARA
ASSET MANAGEMENT

Investment objective

The Fund's objective is to outperform the JP Morgan EMBI Global Diversified Africa over the Fund's recommended investment horizon of 3 years. It offers investors geographic diversification of their bond investments and exposure to African transformation through a portfolio of debt securities issued by African countries, state-owned companies and supranational organizations, denominated in Hard currencies (USD, EUR) and listed on international markets.

Investment team

frontoffice@qantara-am.com

James KUATE - CIO & Fund manager

25 years' experience as proprietary trader & fund manager in Fixed income and convertible Bonds.

Martin LEY, CFA

Senior Fund manager - Analyst

8 years' experience as Fixed income Fund manager.

Perrine GUERIN

Chief Economist- Strategist

6 years' experience as country risk economist on Africa

key elements

Risk indicator (*)

1	2	3	**4**	5	6	7

Lower risk ← → Higher risk

Minimum recommended investment period : 3 years

Benchmark: JPM EMBI GD Africa
Yield to maturity: 7.8%
Duration: 4.7
Average rating: BB (linear)
Average coupon: 6.9%

SFDR Classification : Article 8
Domiciliation : France
Legal form: UCITS - FCP
Launch date: 22/12/2023
Assets under management: 10.5 M€
Fund currency: EUR
Nav Calculation : Weekly

Isin codes : FR001400FLD9 / FR001400FLB3
Bloomberg codes : QAMABID FP Equity / QANTASB FP
Income distribution: Capitalization
Date of 1st NAV: 22/12/2023
Original NAV: 100
NAV at 31/10/2025 : 126.81 (Share ID- USD) – 123.64 (Share I- EUR)

Minimum % of Taxonomy alignment: 0%
Minimum % of sustainable investments: 0%

(*) The risk indicator assumes that you hold the product for 3 years. The real risk may be very different if you opt to exit before maturity, and you may get less in return. The synthetic risk indicator enables you to assess the level of risk of this product compared with others.

Management comments

In October, the macroeconomic environment remained favorable for African Eurobonds, with global risk appetite remaining strong and financial conditions easing. US 10-year rates fell by 5bps over the month, while risk premiums narrowed for the sixth consecutive month (-16 bp). The asset class continued to perform strongly, rising 2.2% over the month. The Qantara ASB fund also rose 1.3% (USD share) and +1.2% (EUR share), a smaller increase than that of the benchmark index due to its underweighting in Egypt and to the supranational pocket, which saw its risk premiums widen over the month.

The easing of financial conditions has enabled the primary market to reopen after 4 months of inactivity. A total of 4 issuers returned to the bond market, raising a total of $6 billion: **Kenya** ($1.5 billion in two tranches, 7.875% 2033 and 8.8% 2038, combined with a buyback of the 7.25% 2028 bond), **Angola** ($1.5 billion in two tranches, 9.25% 2031 and 9.9875% 2035), **Egypt** ($1.5 billion, also in two tranches, 6.375% 2029 and 7.95% 2032) and **BOAD** (€1 billion 6.25% 2040).

The average spread narrowed with significant dispersion among issuers. In **Senegal** (+25 bp), negotiations with the IMF on a new program appear difficult and are increasing liquidity risk. The key issue for bondholders is the outcome of the IMF's debt sustainability analysis for the country. This dynamic justified a further downgrade of the sovereign rating by Moody's (from B3 to Caa1). We are staying away from the name for the time being. **Mozambique** (+108 bp) was penalized by the postponement of the lifting of force majeure, which would allow Total's gas project to resume, and by the restructuring of its domestic debt. In **Cameroon**, protests by the population and the main opposition leader following the announcement of Paul Biya's victory penalized the sovereign, whose spread widened by +41 bp. **Côte d'Ivoire**, on the other hand, saw a significant narrowing of its risk premium (-19 bp) with the re-election of the incumbent president for a fourth term, as investors bet on the continuation of the current economic policy, whose performance has been deemed satisfactory by the IMF and should result in a disbursement of $840 million. **Ghana** (-22 bp) continues to benefit from favorable macroeconomic trends, with growth accelerating to +6%, a stronger currency, lower inflation, and accumulating foreign exchange reserves. The sovereign was upgraded by Moody's (from Caa2 to Caa1). The biggest spread tightening among our issuers came from **Egypt** (-48 bp over the month and -159 bp ytd), which reported reserves of $49.5 billion, up 50% from July 2023, and saw its rating raised by S&P to B. **Ethiopia**'s restructured bond rose sharply and is now trading at 105%. Although negotiations between Eurobond holders and the government have not been successful, the prospect of a limited haircut and the capitalization of past interest suggest a recovery value above par. The country has also concluded a debt swap with China (USD vs. CNY) that should reduce interest rates on the loans concerned from 7.25% to 3% and significantly ease debt servicing.

On the supranational front, the main news was S&P's revision of its rating criteria for development banks, which should increase their lending capacity without affecting their ratings.

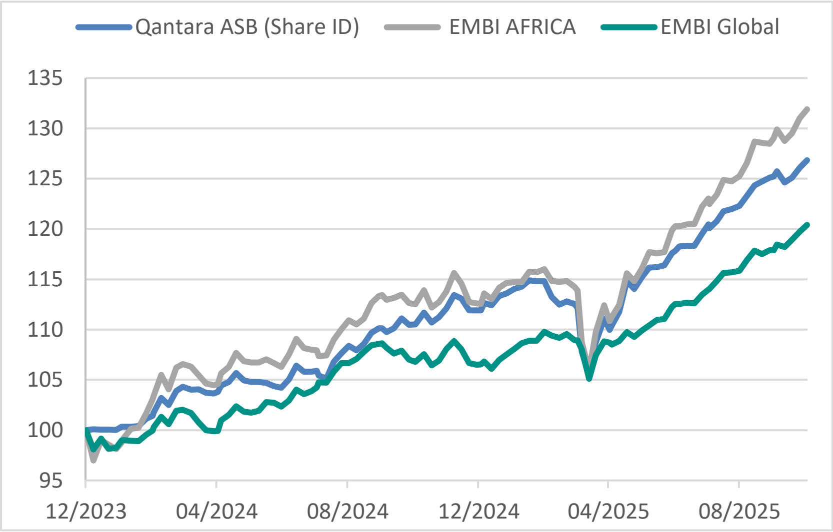
Performances & ranking category Emerging Fixed income

	MTD	YTD	3M	6M	2024	1 an	Inception
Qantara ASB-Part ID	1.3%	13.3%	5.3%	15.3%	11.9%	14.8%	26.8%
EMBI GD Africa	2.2%	17.2%	7.2%	18.9%	12.5%	17.2%	32.4%
Excess return	-0.9%	-3.9%	-1.9%	-3.6%	-0.6%	-2.4%	-5.6%
Qantara ASB-Part I	1.2%	11.8%	4.7%	14.0%	10.6%	13.0%	23.6%
EMBI GD Global	2.1%	13.0%	5.6%	10.8%	6.5%	12.8%	20.7%

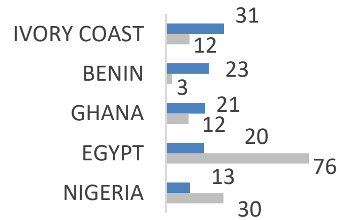
1st decile — *1st quartile* — *1st half*

Part ID: Bloomberg ranking
Part I: Quantalys ranking

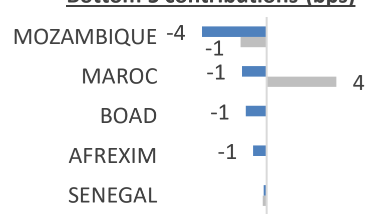
Qantara ASB & indexes



Top 5 contributions (bps)



Bottom 5 contributions (bps)



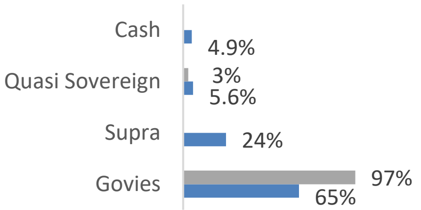
Qantara ASB   Index

QANTARA ASSET MANAGEMENT

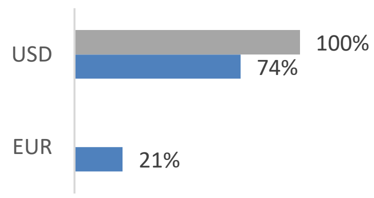
Source : Qantara AM, Bloomberg as of 31/10/2025 – Performances Index & share ID in USD – Share I in EUR, Inception : 29/12/2023
Disclaimer: Past performance is not indicative of future performance. All performances are net of management fees.

Parameters	Fund	Index
Yield USD	7.8	7.7
Yield EUR	6.2	5.9
Mod Duration	4.7	5.8
Z Spread	409	404
Coupon Yield	6.9%	7.4%
Cash	4.9%	0%
Linear rating	BB	B
ESG Score internal (*)	50.7	44.7
Risk indicators	**Fund**	**Index**
Volatility (1Y)	7.9	9.6
Sharpe Ratio (1Y)	1.35	0.87
Max drawdown	-8.2	-9.0
Tracking error	2.7	N/A

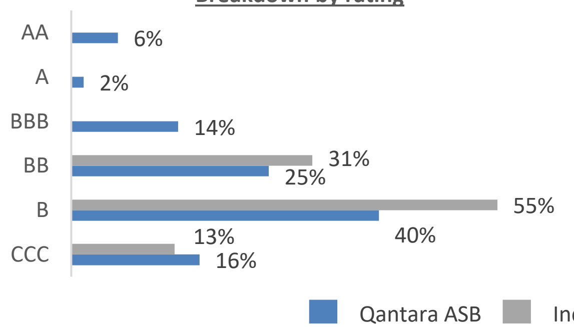
Breakdown by issuer



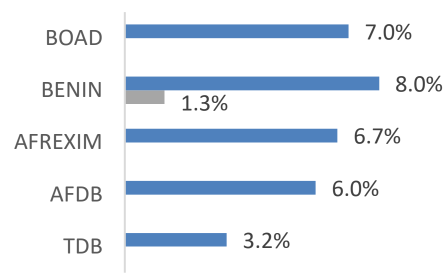
Breakdown by currency



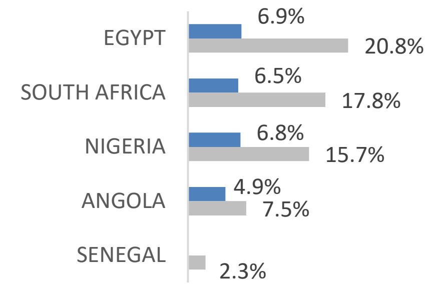
Breakdown by rating



Main overweight



Main underweight



Top 5 issuers

	Fund's weight	Active Weight
GHANA	8.7%	2.1%
IVORY COAST	8.5%	2.4%
BENIN	8.0%	6.7%
MOROCCO	7.2%	1.4%
BOAD	7.0%	7.0%

Main movements and positioning

- Sold SENEGL 5 ⅜ 06/08/37
- Sold OCPMR 6.7 03/01/36 / Bought MOROC 4 ¾ 04/02/35

No significant changes in our positioning

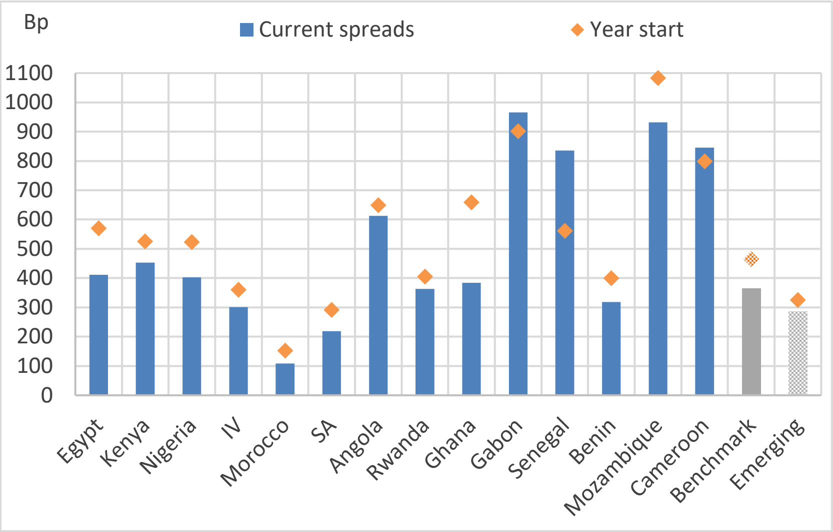
Our favorite issuers remain Ghana, Nigeria, and Ivory Coast.

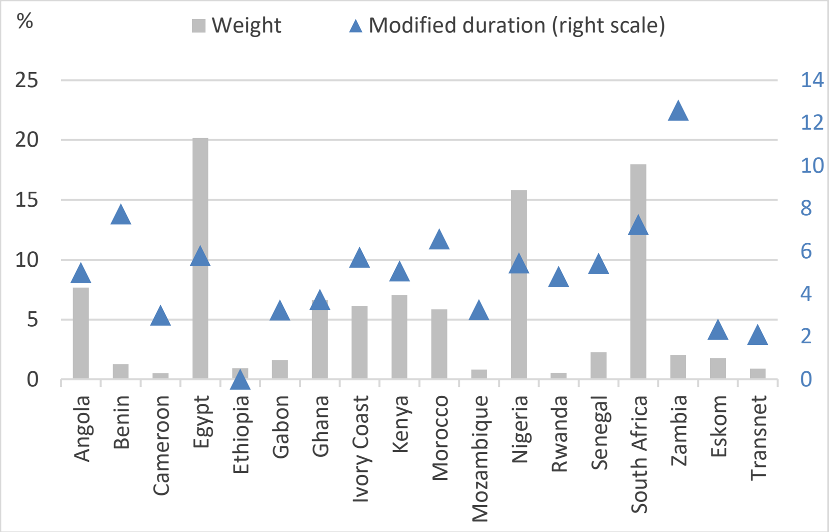
We are waiting for more visibility to reposition ourselves on Senegal (IMF program).

QANTARA ASSET MANAGEMENT

Source : Qantara AM, Bloomberg as of 31/10/2025

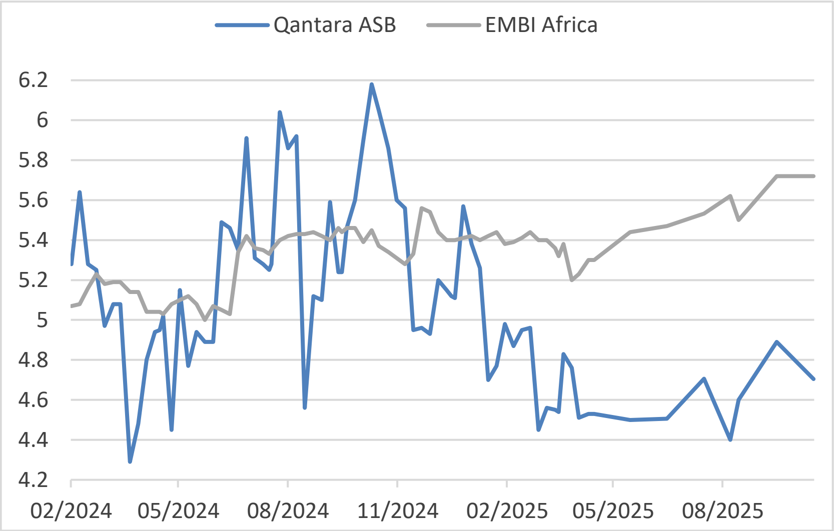
(*) Plus d'informations sur la méthodologie ESG disponible sur www.qantara-am.com

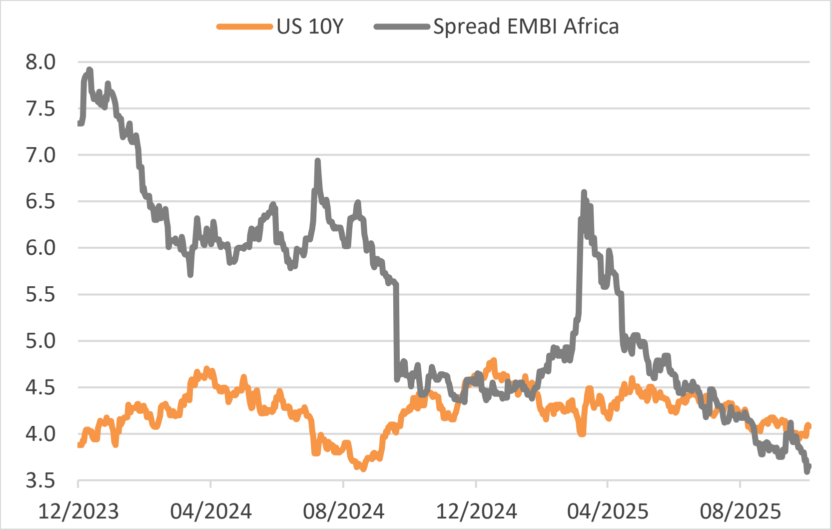




Spreads evolution year to date

Index breakdown by issuers & modify duration





Modified duration

Benchmark'spread and US 10Y

QANTARA ASSET MANAGEMENT

Source : Qantara AM, Bloomberg as of 31/10/2025

Denomination	QANTARA AFRICAN SOVEREIGN BONDS
Domiciliation	France
Juridical form	UCITS FCP under French law
SFDR Category	Article 8
Classification	Emerging markets Bonds
Launch date / Original NAV	22 December 2023 / 100
Last VL	31/10/2025: 126.8 (Share ID) 125.6 (Share I)
Benchmark	JPM EMBI GD Africa
recommended investment period	3 years
ISIN Codes	FR001400FLB3 (Share I, EUR Hedged) FR001400FLD9 (Share ID, USD Hedged) FR001400FLC1 (Share R, EUR Hedged) FR001400FLE7 (Share RD, USD Hedged)
Management fees	1% (Share I) – 1,5% (Share R)
Performance fees	None
Front Load	4% Max
Redemptions fees	None
Nav calculation	Weekly
Income distribution	Capitalization
Custodian	CACEIS BANK
Fund administration	CACEIS BANK
subscriptions / redemptions	Orders centralized before 12 pm on Friday
Fund’s auditor	PWC

Risk indicator

Potentially lower yields — Potentially higher yields

1	2	3	**4**	5	6	7

Lower risk — Higher risk

The risk indicator assumes that you keep the product for 3 years.

The real risk may be very different if you opt for an early exit, and you may get less in return. The synthetic risk indicator enables you to assess the level of risk of this product compared with others.

Specific risks:

The value of investments and the income derived from them may go down as well as up, and the customer may not recover the full amount initially invested. This fund invests in emerging markets, which can be more volatile than more developed markets. This fund invests in bonds whose price is influenced by changes in interest rates, issuer credit ratings and other factors such as inflation and market dynamics. Generally, bond prices fall when interest rates rise. Default risk is a function of the issuer's ability to pay interest and repay the loan at maturity. Consequently, default risk may vary between issuing governments and entities. High-yield bonds are riskier. They present a greater risk of default, which can have a negative impact on the income and capital value of the fund investing in them. Given the greater risk of default, an investment in a corporate bond is generally less secure than an investment in a government bond. The fund may make greater and more complicated use of derivatives, which may result in leverage. In such situations, performance may rise or fall more sharply than in the absence of leverage. The fund may be exposed to a risk of financial loss in the event of subsequent default by a countercharged used for derivative instruments. The fund offers no guarantees or protection regarding performance, capital, net asset stability or volatility. Currency hedging is used to substantially reduce the risk of loss due to adverse movements in exchange rates on positions held in currencies other than the fund's trading currency. Currency hedging also has the effect of limiting the possibility of realizing foreign exchange gains.

GLOSSARY

Average rating : The average rating aggregates the ratings of issuers in the fund into a single rating by means of a weighted average.

Classification SFDR The Sustainable Finance Disclosure Regulation (SFDR) is a European regulation that requires asset managers to classify their funds as either "Article 8" funds that promote environmental and social characteristics, or "Article 9" funds that engage in sustainable investment with measurable objectives, or "Article 6" funds that do not promote environmental or social characteristics and have no sustainable objectives.

Credit sensitivity The Credit Sensitivity is a formula that expresses the measurable change in the value of a fixed income instrument in response to a change in credit spread. The credit sensitivity for the fund is calculated as the weighted average credit sensitivity of all underlying fixed income instruments

Duration The duration of a bond corresponds to the period after which its profitability is not affected by interest rate variations. Duration is defined as the average discounted life of all flows (interest and principal).

ESG : E- Environment, S- Social , G- Governance

ESG methodology: Qantara AM's ESG methodology is based on 3 pillars that represent major challenges for the African continent (Energy transition and adaptation to climate change, Education, Governance). A score is calculated using a proprietary method for each pillar, based on indicators from public sources.

ESG score calculation: Overall fund rating calculated according to Qantara AM's internal methodology: The final score ranges from 0 to 100, with 100 being the best score.

Exposure: The Exposure of a fund is expressed as a percentage of total portfolio holdings, considering the leverage of derivative instruments. It represents the amount an investor can lose from the risks unique to a Shareicular investment.

FCP: “Fonds commun de placement” – Mutual funds

High Yield . An instrument is considered as a high yield instrument if its credit rating is below BBB-., because of its higher default risk. The rate of return on these securities is generally higher.

Investment grade : An instrument is considered as an investment grade instrument if its credit rating is above or equal to BBB- , indicating a generally relatively low risk of default.

Modified duration : The Modified Duration is a formula that expresses the measurable change in the value of a fixed income instrument in response to a change in interest rates The Modified Duration for the fund is calculated as the weighted average of all underlying fixed income instruments.

Net asset value (NAV) : Price of one share.

Rating : The rating is the financial rating used to measure the quality of the borrower's (bond issuer's) signature.

Ratio de Sharpe : The Sharpe Ratio measures the level of compensation an investment in the fund offered for the risk taken. It is calculated by subtracting the risk-free rate from the return of the fund and dividing that result by the volatility. The higher the Sharpe ratio the better, a negative ratio has no significance other than that the fund underperformed the risk-free rate.

Tracking error: Tracking error is a statistical measure of the dispersion of a fund's excess returns around the mean, which in effect is the volatility of the difference between the fund's performance and the performance of the benchmark index. A higher tracking error indicates a higher deviation from the benchmark.

UCITS Undertakings for Collective Investments in Transferable Securities is a European directive aimed at harmonizing markets (European passport).

VaR Value at risk (VaR) represents an investor's maximum potential loss on the value of a portfolio of financial assets, given a holding horizon (20 days) and a confidence interval (99%). This potential loss is represented as a percentage of the portfolio's total assets. It is calculated based on a sample of historical data (over a 2-year period).

Volatility : The Volatility is the statistical measure of dispersion of returns for a fund around the mean. A higher volatility means that a fund's value can potentially be spread out over a larger range of values and makes the fund a riskier investment. .

Yield to Maturity : Yield to is the actuarial rate of return. At the time of calculation, it is the estimated rate of return offered by a bond if it were held to maturity by the investor. Note that the indicated yield does not consider the effect of currency carry and the Fund's fees and expenses.

DISCLAIMER

QANTARA ASSET MANAGEMENT – QAM
Registered in Paris RCS number 912 686 672
Headquarters: 44 Bis rue Pasquier 75008 Paris, France
Approved by the autorité des Marchés Financiers on 04/01/2023 as an asset management company under the number GP-20230002

This promotional document issued by QANTARA ASSET MANAGEMENT ("QAM") cannot be considered as a solicitation or an offer, legal or tax advice. It does not constitute a personalized recommendation or an investment advice. Before making any investment decision, it is up to the investor to evaluate the risks and to make sure that this decision corresponds to his objectives, his experience and his financial situation.
The investor's attention is drawn to the fact that the information concerning the products contained in this document is not a substitute for the completeness of the information contained in the legal documentation of the UCITS FUND which was given to you and/or which is available free of charge on request from QAM or on the website www.qantara-am.com
Prior to any investment, it is the investor's responsibility to pay Shareicular attention to the risk factors and to make his own analysis, taking into account the need to diversify his investments. All investors are invited to obtain information on this subject from their usual advisors (legal, tax, financial and/or accounting) before making any investment.

The information and opinions contained herein are for informational purposes only. It has been compiled from sources that QAM believes to be reliable, and QAM does not guarantee its accuracy, reliability, timeliness or completeness. Past performance is not a guide to the future performance of the mutual funds and/or financial instruments and/or the financial strategy presented. The performance data do not take into account any commissions contracted at the time of subscription or redemption in a financial instrument. No assurance can be given that the products presented will achieve their objectives. Investing in financial instruments involves risk and the investor may not get back the full amount invested. When a financial instrument is denominated in a currency other than your own, the exchange rate may affect the amount of your investment. The tax treatment depends on the individual situation of each client. It is therefore strongly recommended that you find out in advance whether the investment is suitable for your own objectives and legal and tax considerations.
It is your responsibility to ensure that the regulations applicable to you, depending on your status and country of residence, do not prohibit you from purchasing the products or services described in this document. Access to products and services may be subject to restrictions for certain persons or countries. For more information, please contact your usual contact person. Any complaint may be addressed free of charge to QAM's customer service deSharement at the following address: service.clients@qantara-am.com or by mail to QANTARA Asset Management 44 bis rue pasquier 75 008 Paris
This document is intended solely for the persons to whom it was originally addressed and may not be used for any purpose other than that for which it was intended. It may not be reproduced or transmitted, in whole or in Share, without the prior written consent of QAM, which shall not be held liable for any use that may be made of the document by a third Sharey. The names, logos or slogans identifying QAM's products or services are the exclusive property of QAM and may not be used in any manner whatsoever without the prior written consent of QAM