

**QNB DEBT FUND
DOHA – QATAR**

**INTERIM CONDENSED
FINANCIAL INFORMATION AND
INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE SIX-MONTH PERIOD ENDED
JUNE 30, 2026**

QNB DEBT FUND

INTERIM CONDENSED FINANCIAL INFORMATION AND INDEPENDENT AUDITOR'S REVIEW REPORT

For the six-month period ended June 30, 2026

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the Unit Holders of QNB Debt Fund
Doha – Qatar

Introduction

We have reviewed the interim statement of financial position of QNB Debt Fund (the “Fund”) as of June 30, 2026, and the related statements of profit or loss and other comprehensive income, changes in net assets attributable to unit holders and cash flows for the six-month period then ended and a summary of material accounting policy information and other explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34, Interim Financial Reporting (“IAS 34”). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Doha – Qatar
August 06, 2026

For Deloitte & Touche
Qatar Branch



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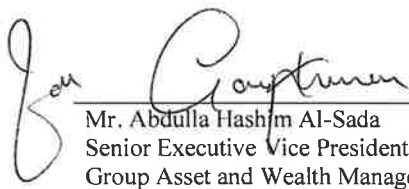
Walid Slim
Partner
License No. 319
QFMA Audit Registration 120156

QNB DEBT FUND**INTERIM STATEMENT OF FINANCIAL POSITION**

As at June 30, 2026

	Notes	June 30, 2026 (Reviewed) QR.	December 31, 2025 (Audited) QR.
ASSETS			
Investment securities	5	36,546,603	37,295,516
Interest receivable	6	670,012	571,883
Bank balances	7	1,711,702	976,541
TOTAL ASSETS		38,928,317	38,843,940
LIABILITIES			
Due to a related party	8	23,955	24,683
Payables and accrued expenses	9	67,395	94,854
TOTAL LIABILITIES		91,350	119,537
NET ASSETS ATTRIBUTABLE TO THE UNIT HOLDERS		38,836,967	38,724,403
NUMBER OF UNITS IN ISSUE (UNITS)		2,606,229	2,618,602
NET ASSET VALUE PER UNIT (QR.)		14.902	14.788

This interim condensed financial information was approved by the Fund Manager on August 04, 2026 and were signed on its behalf by:


Mr. Abdulla Hashim Al-Sada
Senior Executive Vice President
Group Asset and Wealth Management



This statement has been prepared by the Fund and stamped by the Auditors for identification purposes only.

THE ACCOMPANYING NOTES ARE INTEGRAL PARTS OF THE INTERIM CONDENSED FINANCIAL
INFORMATION

QNB DEBT FUND**INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

For the three and six months periods ended June 30, 2026

		For the three-month period ended		For the six-month period ended	
	Notes	June 30, 2026 (Reviewed) QR.	June 30, 2025 (Reviewed) QR.	June 30, 2026 (Reviewed) QR.	June 30, 2025 (Reviewed) QR.
INCOME					
Net gain/(loss) from investment securities	5	685,353	25,471	(419,989)	464,012
Net foreign exchange gain/(loss)		12	(562)	(626)	(739)
Interest income		513,363	471,146	1,011,677	946,018
Total income		1,198,728	496,055	591,062	1,409,291
EXPENSES					
Management fees	8	72,554	72,931	143,926	144,396
Custodian fees		19,110	19,110	38,220	38,220
Investor service fees		2,403	2,858	5,151	5,715
Administration fees		19,110	19,110	38,220	38,220
Professional fees		34,905	34,903	69,388	69,424
Total expenses		148,082	148,912	294,905	295,975
Profit for the period		1,050,646	347,143	296,157	1,113,316
Other comprehensive income for the period		--	--	--	--
CHANGE IN NET ASSETS ATTRIBUTABLE TO THE UNIT HOLDERS					
		1,050,721	347,143	296,157	1,113,316



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QNB DEBT FUND**INTERIM STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO THE UNIT HOLDERS**

For the six-month period ended June 30, 2026

	June 30, 2026		June 30, 2025	
	Number of units (Reviewed)	Amount (QR.) (Reviewed)	Number of units (Reviewed)	Amount (QR.) (Reviewed)
Balance at January 1 (Audited)	2,618,602	38,724,403	2,744,986	38,076,261
Change in net assets attributable to the unit holders	--	296,157	--	1,113,316
Redemptions by unit holders:				
Redemption of redeemable units during the period	<u>(12,373)</u>	<u>(183,593)</u>	<u>(2,341)</u>	<u>(33,170)</u>
Transactions with the unit holders	<u>(12,373)</u>	<u>(183,593)</u>	<u>(2,341)</u>	<u>(33,170)</u>
Balance at June 30(Reviewed)	<u>2,606,229</u>	<u>38,836,967</u>	<u>2,742,645</u>	<u>39,156,407</u>



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THE ACCOMPANYING NOTES ARE INTEGRAL PARTS OF THE INTERIM CONDENSED FINANCIAL INFORMATION

QNB DEBT FUND

INTERIM STATEMENT OF CASH FLOWS

For the six-month period ended June 30, 2026

	Notes	For the six-month period ended June 30, 2026 (Reviewed) QR.	For the six-month period ended June 30, 2025 (Reviewed) QR.
CASH FLOWS FROM OPERATING ACTIVITIES			
Change in net assets attributable to the unit holders		296,157	1,113,316
<i>Adjustments for:</i>			
Net realized loss from sale of investment securities	5	71,063	39,336
Interest income		(1,011,677)	(946,018)
Net foreign exchange loss		626	739
Net unrealized loss/(gain) on revaluation of investment securities	5	348,926	(503,348)
		(294,905)	(295,975)
<i>Changes in:</i>			
Investment securities		328,298	1,910,395
Interest receivable		(98,129)	15,386
Due to a related party		(728)	(51)
Payables and accrued expenses		(27,459)	(22,258)
Cash (used in)/ generated from operating activities		(92,923)	1,607,497
Interest received		1,011,677	946,018
Net cash generated from operating activities		918,754	2,553,515
CASH FLOWS FROM FINANCING ACTIVITY			
Payments for redemption of redeemable units		(183,593)	(33,170)
Net cash used in financing activity		(183,593)	(33,170)
Net increase in cash and cash equivalents		735,161	2,520,345
Cash and cash equivalents at the beginning of the period		976,541	111,660
Cash and cash equivalents at the end of the period	7	1,711,702	2,632,005



This statement has been prepared by the Fund and stamped by the Auditors for identification purposes only.

QNB DEBT FUND

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

For the six-month period ended June 30, 2026

1. LEGAL STATUS AND MAIN ACTIVITIES

QNB Debt Fund (the “Fund”) is an open-ended fund incorporated under Law No. 25 of the year 2002 and the Ministry of Commerce and Industry Decision No. (69) of the year 2004 for issuing by-laws for investment funds of the State of Qatar. The Fund was licensed by Qatar Central Bank (“QCB”) with license No. S.A/20/2012 and registered with the Ministry of Commerce and Industry (the ‘Ministry’) with a registration No. 58029. The Fund commenced its operations on 1 February 2013.

The term of the Fund shall be 10 years, starting with the date of registration of the Fund in the Investment Funds Register of the Ministry, renewable by the founder on approval of the Qatar Central Bank. The unit nominal value is QR 10 with the Fund's capital ranging from QR 20,000 as a minimum limit to QR 5,000,000,000 as a maximum limit.

The founder of the Fund is Qatar National Bank (Q.P.S.C.), (“QNB”), a Qatari Joint Stock Company established under the laws of Qatar and having its principal office in Doha, State of Qatar, P.O. Box 1000 (the “Founder”) The Fund is managed by QNB Banque Privée (Suisse), a Company established under the laws of Switzerland (Company Registration Number CH-170-3-031-263-3) and having its registered office in Geneva, Switzerland.

HSBC Bank Middle East Limited, Qatar Branch (“HBME”) has been appointed as the custodian and administrator of the Fund.

The principal activities of the Fund is to provide its investors with competitive investment returns by investing in fixed income instruments issued by governments, central banks and reputable companies located either in Qatar or other member countries of the Gulf Cooperation Council.

2. BASIS OF PREPARATION

The interim condensed financial information (“the financial information”) is prepared in accordance with IAS 34 – “Interim Financial Reporting” and the applicable provisions of Qatar Central Bank Regulations. The financial information should be read in conjunction with the 2025 annual financial statements of the Fund, as described in Note 3 to the financial information.

The financial information does not contain all information and disclosures required for full financial statements prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB). In addition, results for the six-month period ended June 30, 2026 are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2026.

The financial information is prepared on a historical cost basis, except for investment securities which are carried at fair value through profit or loss.

The financial information have been presented in Qatari Riyals (“QR.”), which is the presentational currency of the Fund’s financial information.

2. BASIS OF PREPARATION (CONTINUED)**2.1 Amended IFRS Accounting Standards and interpretations that are effective for the current period**

The following amendments to IFRS Accounting Standards and interpretations, which became effective for annual periods beginning on or after 1 January 2026, have been adopted in these interim condensed financial information.

<u>Amended IFRS Accounting Standards and interpretations</u>	<u>Effective for annual periods beginning on or after</u>
Amendments to IFRS 9 and IFRS 7 - <i>Amendments to the Classification and Measurement of Financial Instruments</i> Annual Improvements to IFRS Accounting Standards -Volume 11- <i>Amendments to IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7, IFRS 9 Financial Instruments, IFRS 10 Consolidated Financial Statements, and IAS 7 Statement of Cash Flows</i> Amendments to IFRS 9 and IFRS 7 - <i>Contracts Referencing Nature-dependent Electricity</i>	January 1, 2026. Earlier application is permitted January 1, 2026. Earlier application is permitted January 1, 2026. Earlier application is permitted

The application of these amendments and interpretations have not had any material impact on the amounts reported for the current and prior periods on the interim condensed financial information of the Fund.

2.2 New and amended IFRS Accounting Standards in issue but not yet effective and not early adopted

The Fund has not early adopted the following new and amended standards that have been issued but are not yet effective.

<u>New and amended IFRS Accounting Standards</u>	<u>Effective for annual periods beginning on or after</u>
IFRS 18 - <i>Presentation and Disclosures in Financial Statements</i>	January 1, 2027. Earlier application is permitted
IFRS 19 - <i>Subsidiaries without Public Accountability: Disclosures</i>	January 1, 2027. Earlier application is permitted
Amendments to IAS 21- <i>Translation to a Hyperinflationary Presentation Currency</i>	January 1, 2027. Earlier application is permitted

Management anticipates that these new standards, interpretations and amendments will be adopted in the Fund's interim condensed financial information as and when they are applicable. The Fund is currently evaluating the impact of these new standards and amendments to existing standards.

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATIONFor the six-month period ended June 30, 2026

2. BASIS OF PREPARATION (CONTINUED)**2.3 Judgements, estimates and risk management**

The preparation of the financial information requires Fund Manager to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by Fund Manager in applying the Fund's material accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended December 31, 2025.

Financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended December 31, 2025.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed financial information are consistent with those followed in the preparation of the financial statements for the year ended December 31, 2025, except for the adoption of new standards effective as of January 01, 2026.

4. CRITICAL JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The critical judgements and estimates used in the preparation of the financial information are consistent with those used in the preparation of the Fund's annual financial statements for the year ended December 31, 2025.

5. INVESTMENT SECURITIES

Investment securities carried at fair value through profit or loss:

	June 30, 2026 (Reviewed) QR.	December 31, 2025 (Audited) QR.
Investment in bonds	<u>36,546,603</u>	<u>37,295,516</u>
	<u>36,546,603</u>	<u>37,295,516</u>

QNB DEBT FUND**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION**

For the six-month period ended June 30, 2026

5. INVESTMENT SECURITIES (CONTINUED)

Net gain/(loss) from investment securities at fair value through profit or loss are as follows:

	For the three-month period ended		For the six-month period ended	
	June 30, 2026 (Reviewed) QR.	June 30, 2025 (Reviewed) QR.	June 30, 2026 (Reviewed) QR.	June 30, 2025 (Reviewed) QR.
Net realized (loss)/gain on sale of investment securities	(12,743)	16,781	(71,063)	(39,336)
Net unrealized gain/(loss) on revaluation of investment securities	698,096	8,690	(348,926)	503,348
Net gain/(loss) from investment Securities	685,353	25,471	(419,989)	464,012

6. INTEREST RECEIVABLE

	June 30, 2026 (Reviewed) QR.	December 31, 2025 (Audited) QR.
Interest receivable on investment securities	670,012	571,883

7. BANK BALANCES

	June 30, 2026 (Reviewed) QR	December 31, 2025 (Audited) QR
Balances with banks*	1,711,702	976,541

*Balances with banks include an amount of QR. 4,140 (2025: QR. 19,537) held with the Founder(refer to note 8)

Balances with banks are assessed to have low credit risk of default since these banks are highly regulated by the Qatar Central Bank. Accordingly, management of the Fund estimates the loss allowance on balances with banks at end of the reporting period at an amount equal to 12 month ECL. None of the balances with banks at end of reporting period are past due, and taking into account the historical default experience and the current credit ratings of the banks, the management of the Fund have assessed that there is no impairment, and hence have not reached any loss allowances on these balances.

QNB DEBT FUND

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

For the six-month period ended June 30, 2026

8. RELATED PARTIES DISCLOSURES

Related parties represent the Founder, the Fund Manager, directors and key management personnel of the Fund, and entities controlled, jointly controlled or significantly influenced by such parties. Transaction policies and terms are approved by the management.

Management fees

The management fee is calculated and payable to the Fund Manager on a monthly basis at an annual rate of 0.75% of the net asset value of the Fund.

Related party balance

Balance with a related party included for the period end is as follows:

Bank balances (note 7)

	Relationship	June 30, 2026 (Reviewed) QR.	December 31, 2025 (Audited) QR.
Qatar National Bank (Q.P.S.C.)	Founder	4,140	19,537

Due to a related party

	Relationship	June 30, 2026 (Reviewed) QR.	December 31, 2025 (Audited) QR.
QNB Banque Privee (Suisse)	Fund manager	23,955	24,683
		23,955	24,683

Related party transactions

Transactions with related party included in the interim statement of profit or loss and other comprehensive income is as follows:

	Relationship	For the three-month period ended		For the six-month period ended	
		June 30, 2026 (Reviewed) QR.	June 30, 2025 (Reviewed) QR.	June 30, 2026 (Reviewed) QR.	June 30, 2025 (Reviewed) QR.
QNB Banque Privee (Suisse)	Fund Manager	72,554	72,931	143,926	144,396
Management fees		72,554	72,931	143,926	144,396

QNB DEBT FUND**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION**

For the six-month period ended June 30, 2026

9. PAYABLES AND ACCRUED EXPENSES

	June 30, 2026 (Reviewed) QR.	December 31, 2025 (Audited) QR.
Professional fee payable	53,927	81,168
Administration fee payable	6,370	6,370
Custodian fee payable	6,370	6,370
Miscellaneous charges payables	728	946
	67,395	94,854

10. FINANCIAL INSTRUMENTS

The carrying amounts of the financial instruments, other than financial assets at fair value through profit or loss which is carried at fair value, are a reasonable approximation of their fair values.

Fair value hierarchy

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Quoted prices (unadjusted) prices in active markets for identical assets or liabilities that the Fund can access at the measurement date;

Level 2: Inputs other than quoted prices included within level 1 that are observable for the assets of liability, either directly or indirectly; and

Level 3: Unobservable inputs for the asset or liability.

The following table provides the fair value measurement hierarchy of the Fund's financial asset and liabilities at June 30, 2026 and December 31, 2025:

June 30, 2026 (Reviewed)

	Financial assets		Financial liabilities	Hierarchy level
	FVTPL	Amortized cost	Amortized cost	1
	QR.	QR.	QR.	QR.
Bank balances (note 7)	--	1,711,702	--	--
Interest receivable (note 6)	--	670,012	--	--
Investment securities (note 5)	36,546,603	--	--	36,546,603
Due to a related party (note 8)	--	--	23,955	--
Payables and accrued expenses (note 9)	--	--	67,395	--

QNB DEBT FUND

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

For the six-month period ended June 30, 2026

10. FINANCIAL INSTRUMENTS (CONTINUED)

December 31, 2025 (Audited)

	Financial assets		Financial liabilities	Hierarchy level
	FVTPL	Amortized cost	Amortized cost	1
	QR.	QR.	QR.	QR.
Bank balances (note 7)	--	976,541	--	--
Interest and other receivable (note 6)	--	571,883	--	--
Investment securities (note 5)	37,295,516	--	--	37,295,516
Due to a related party (note 8)	--	--	24,683	--
Payables and accrued expenses (note 9)	--	--	94,854	--

11. REGIONAL GEOPOLITICAL DEVELOPMENTS AND ECONOMIC UNCERTAINTY

The geopolitical developments in the Middle East have intensified since 28 February 2026 and continue to evolve. These developments have introduced additional uncertainty in the regional economic environment and may have implications for certain sectors in which the Fund holds investments.

The Fund is closely monitoring the situation and is undertaking ongoing assessments to evaluate potential implications on its operations and financial position. This includes consideration of sectors that may be more susceptible to adverse economic conditions and the potential impact of changes in macroeconomic factors.

Given the evolving nature of the situation, the extent and duration of any potential impact remain unclear. The Fund will continue to monitor developments closely and will reflect any relevant implications in future financial reporting periods in accordance with applicable IFRS Accounting standards and regulatory requirements.

12. APPROVAL OF INTERIM CONDENSED FINANCIAL INFORMATION

The financial information for the six month period ended June 30, 2026 was authorised for issue by the Fund Manager on August 04, 2026.