

SBM India Fund

31 March 2019

NAV per share (Class B)

USD 149.49

Fund Objective

The objective of the Fund is to generate long-term capital appreciation through investment in equity and equity-related instruments in India. The Fund adheres to a multi-cap investment strategy and uses a combination of top-down and bottom-up approaches in its portfolio construction/risk management process.

Risk Profile



Fund Profile

Inception Date	Apr-12
Currency	USD
Fund Size	USD 7.1M
ISIN	MU0565S00012
Issue / Redemption	Daily
Distribution	None
Management Fee (Class B)	1.4% p.a
Entry Fee (Class B)	3.0%
Exit Fee (Class B)	1.0% in first year only
Performance fee (Class B)	18% p.a on excess return over benchmark

Fund Facts

Fund Manager	SBM Mauritius Asset Managers Ltd
Investment Advisor	Kotak Mahindra (International) Limited
Fund Administrator	SBM Fund Services Ltd
Registrar & Transfer Agency	SBM Fund Services Ltd
Custodian	IL&FS Securities Services Ltd
Auditors	Ernst & Young
Benchmark	S&P BSE 500

Top 10 Holdings

	% Net Assets
Vardhan Textiles Ltd	8.4%
KRBL Ltd	8.3%
Tata Motors Ltd	8.1%
ITC LTD	7.4%
Equitas Holdings Ltd	7.2%
Repco Home Finance Ltd	7.1%
ICICI Bank Ltd	7.0%
Coal India Ltd	6.8%
LUX Industries Ltd	6.1%
Thomas Cook (India) Ltd	5.6%
TOTAL	72.0%

Risk Adjusted Metrics

Sharpe Ratio	1 Y	3 Y	5 Y
SBM India Fund	-0.8	-0.1	0.2
S&P BSE 500	0.0	0.6	0.4

Annualised Volatility	1 Y	3 Y	5 Y
SBM India Fund	28.5%	20.2%	21.3%
S&P BSE 500	21.9%	16.9%	18.3%

Fund vs Benchmark	1 Y	3 Y	5 Y
Tracking error p.a.	13.2%	8.7%	8.0%
Correlation	89.5%	90.6%	92.9%
Beta	1.2	1.1	1.1
Alpha	-0.2	-0.4	-0.3

Cumulative Return

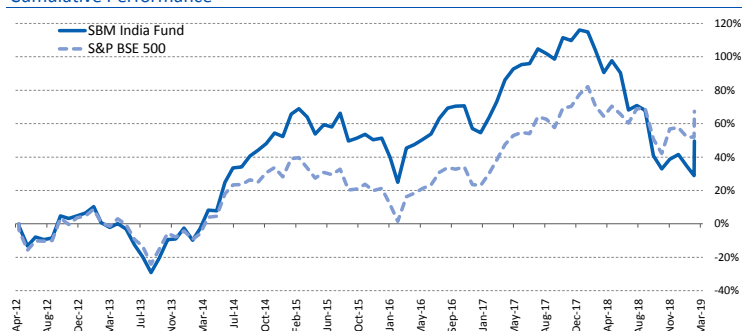
	1 M	3 M	6 M	YTD	1 Y	3 Y	5 Y	Inception	Annualized
SBM India Fund	15.9%	5.7%	6.2%	5.7%	-21.5%	2.8%	38.1%	49.5%	5.9%
S&P BSE 500	10.3%	6.2%	11.0%	6.2%	1.9%	44.1%	61.1%	67.4%	7.6%

Financial Year Return

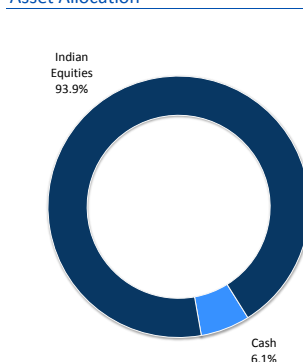
	2012*	2013	2014	2015	2016	2017	2018
SBM India Fund	-7.8%	-5.0%	52.5%	18.4%	-2.7%	27.3%	-14.1%
S&P BSE 500	-10.2%	1.1%	35.8%	5.0%	-4.6%	24.8%	4.1%

*From Inception to June 12

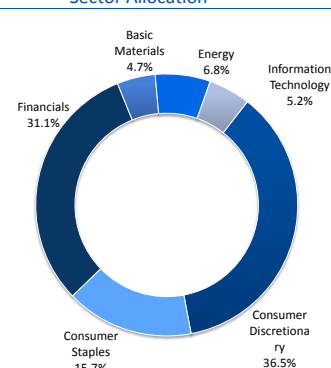
Cumulative Performance



Asset Allocation



Sector Allocation



Fund Manager Commentary

The Fund gained 15.9% during the month against 10.3% for S&P BSE 500, in USD terms. Equity markets were supported by rising optimism around resolution of global trade disputes, easing geopolitical tensions between India and its neighboring country, the strengthening INR against the USD by 2.2% and expectations of a stable government coming into power post the general elections.

The BSE Realty was the top performer (18.2%) during the month followed by BSE Consumer Durables (13.9%) and BSE Energy (13.3%). On the other hand, the lowest positive returns were recorded by BSE Auto (2.3%), BSE Consumer Discretionary (6.9%) and BSE Metal (7.8%) respectively.

At the monetary policy committee (MPC) held in April, the RBI (Reserve Bank of India) reduced the policy repo rate under the liquidity adjustment facility (LAF) by 25 basis points to 6.00% in line with the market expectation, maintaining its policy stance as neutral. The reverse repo rate under the LAF was adjusted to 5.75% and the marginal standing facility (MSF) rate and the Bank Rate at 6.25%. The Reserve Ratios which include Cash Reserve Ratio (CRR) stood at 4.00% and the Statutory Liquidity Ratio (SLR) at 19.00%.

During the month, the consumer price index (CPI) inflation accelerated to 2.9% from 2.6% in February. The MPC lowered its inflation forecast for H1FY20 to 2.9%–3.0% from 3.2%–3.4%, and its forecast for H2FY20 to 3.5%–3.8% from 3.9%. The more modest inflationary pressures were driven by the anticipated weaker economic activity growth reflected by the cut in GDP growth forecast for FY2019-20 to 7.2%, down from 7.4%. GDP growth for H1FY20 is projected in the range of 6.8%–7.1% from earlier 7.2–7.4% and H2FY20 GDP growth at 7.2–7.4%.

Fiscal deficit was at 134.2% of full year budgeted levels for the period April to February 2019 compared to 120.3% for the same period last year. This was primarily due to tepid growth in revenue collections. In absolute terms, the fiscal deficit for April-February 2018-19 was INR 8.51 trillion as against the revised estimate of INR 6.34 trillion for the entire year. In the interim budget FY19, the fiscal deficit was revised upwards to 3.40% of GDP from earlier figure of 3.30%.

Investment options & Contact details

Lump Sum	Minimum amount of USD 100
Address	SBM Mauritius Asset Managers Ltd Level 12, Hennessy Tower Pope Hennessy Street, Port Louis

Telephone	202-1111 / 202-1701/ 202-1448
Fax	210-3369
E-mail	sbm.assetm@sbmgroup.mu
Website	nbfc.sbmgroup.mu/mam

Disclaimer: The information contained in this e-mail message, report, communication, letter, publication, and any attachment thereto, is strictly for information purposes only and is confidential and may not be disclosed without our express permission. It does not constitute an offer, or a solicitation of an offer, to purchase or sell any investment or other specific product by SBM Mauritius Asset Managers Ltd ("SBM MAM"). Although all information and opinions stated in this document are based on sources deemed to be reliable and in good faith, no representation or warranty, expressed or implied, is made or should be construed as to its accuracy and completeness. All information and views stated therein may be changed without any notification. The reader will bear in mind that certain services and products are subject to legal limitations and cannot be proposed on an unrestricted basis. Investors are reminded that past performance is not an indication of future performance. The price, value or income of the investment can go up or down. You are advised to consult your professional advisor before taking any decision or making an investment. SBM MAM disclaims all liability as regards any direct or consequential loss arising from any use of this message or the information contained therein.