

SBM India Fund

30 June 2019

NAV per share (Class B)

USD 139.41

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 6.6M
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
Vardman Textiles Ltd	9.0%
KRBL Ltd	8.4%
ICICI Bank Ltd	8.4%
Tata Motors Ltd	8.3%
Coal India Ltd	8.0%
ITC LTD	7.5%
Equitas Holdings Ltd	7.0%
Repco Home Finance Ltd	6.4%
LUX Industries Ltd	5.9%
Thomas Cook (India) Ltd	5.5%
TOTAL	74.4%

Risk Adjusted Metrics

Sharpe Ratio	1 Y	3 Y	5 Y
SBM India Fund	-0.7	-0.3	-0.1
S&P BSE 500	0.1	0.5	0.2

Annualised Volatility	1 Y	3 Y	5 Y
SBM India Fund	25.8%	20.3%	20.1%
S&P BSE 500	21.1%	16.9%	17.5%

Fund vs Benchmark	1 Y	3 Y	5 Y
Tracking error p.a.	11.3%	8.8%	8.0%
Correlation	90.4%	90.4%	91.9%
Beta	1.1	1.1	1.1
Alpha	-0.2	-0.5	-0.3

Cumulative Return

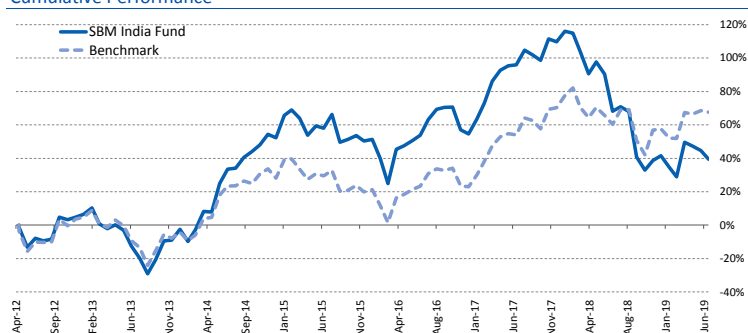
	1 M	3 M	6 M	YTD	1 Y	3 Y	5 Y	Inception	Annualized
SBM India Fund	-3.5%	-6.7%	-1.4%	-1.4%	-17.1%	-9.4%	4.4%	39.4%	4.7%
S&P BSE 500	-0.5%	0.1%	6.3%	6.3%	4.6%	35.8%	36.0%	67.6%	7.4%

Financial Year Return

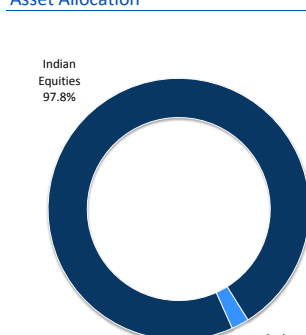
	2012*	2013	2014	2015	2016	2017	2018	2019
SBM India Fund	-7.8%	-5.0%	52.5%	18.4%	-2.7%	27.3%	-14.1%	-17.1%
S&P BSE 500	-10.2%	1.1%	35.8%	5.0%	-4.6%	24.8%	4.1%	4.6%

*From Inception to June 12

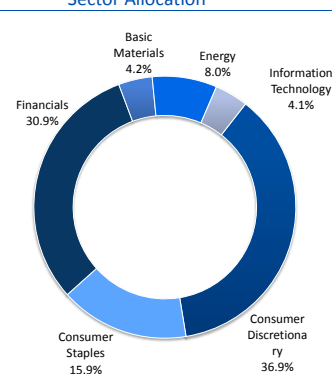
Cumulative Performance



Asset Allocation



Sector Allocation



Fund Manager Commentary

The Fund lost -3.5% during the month against -0.5% for S&P BSE 500, in USD terms. Market lost some cheer after India retaliated against the US by imposing higher tariffs on 28 US items. A jump in global crude oil prices by 3.2% also contributed to the negative return by end of the month. The performance of the fund was dragged down by heavyweights of the portfolio; KRBL Ltd (-11.6%), Equitas Holdings Ltd (-12.6%) and Himatsingka Seide Ltd (-16.9%). Investor sentiments were however buoyed by optimism that the forthcoming budget will have measures to boost economic growth.

The BSE Consumer Durables was the top performer (6.8%) during the month followed by BSE Metal (4.3%) and BSE Utilities (1.3%) in USD terms. On the other hand, the BSE Oil & Gas returned -5.0% while the BSE Energy and BSE Health Care posted -4.3% and -2.2% respectively.

In June, the Manufacturing Purchasing Managers' Index (PMI) fell to 52.1 compared to the preceding reading of 52.7 as rates of expansion softened with fading domestic and international demand. India's growth forecast for the current fiscal has been revised down for a second time in a row to 6.6% over concerns that the manufacturing and agricultural sectors are showing signs of slowdown over the past year. Growth is however projected to rebound to 7.1% in FY21 and 7.0% in FY22, according to Fitch Ratings as consumption and investment may benefit from strengthening credit growth amid more accommodative monetary policy. The Consumer price index (CPI) rose moderately from 3.1% in May reaching an eight-month high of 3.2% in June as food inflation climbed from 1.8% to 2.2%, MoM.

During the Monetary Policy Committee (MPC) held in June, the Reserve Bank of India (RBI) changed the monetary policy stance from neutral to accommodative over concerns of subdued growth and low inflation. The RBI reduced the policy repo rate under the liquidity adjustment facility (LAF) by 25 basis points to 5.75%. The reverse repo rate under the LAF was adjusted to 5.50% and the marginal standing facility (MSF) rate and the Bank Rate at 6.00%. The Reserve Ratios consisting of Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) remained unchanged at 4.00% and 19.00% respectively.

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

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