

SBM Africa Value Fund

31 July 2019

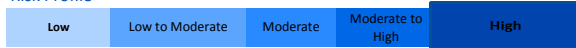
NAV per Share

USD 89.09

Fund Objective

SBM Africa Value Fund is an open-ended fund constituted as a sub-fund under the SBM International Funds Ltd. It is duly authorised under the Securities Act 2005 and regulated by the Financial Services Commission. The investment objective of the Fund is to achieve long-term capital growth primarily through investment in the securities of issuers established in or who derives most of its revenue in the African continent.

Risk Profile



Fund Profile

Inception Date	Feb-16
Fund Size	USD 0.97M
Umbrella Fund	SBM International Funds Ltd
Distribution	N/A
Dealing Frequency	Daily
Management Fee	Class A - 2%; Class I - 1.25%
Entry Fee	Class A - 3%; Class I - 1%
Exit Fee	Class A - 1%; Class I - 1%

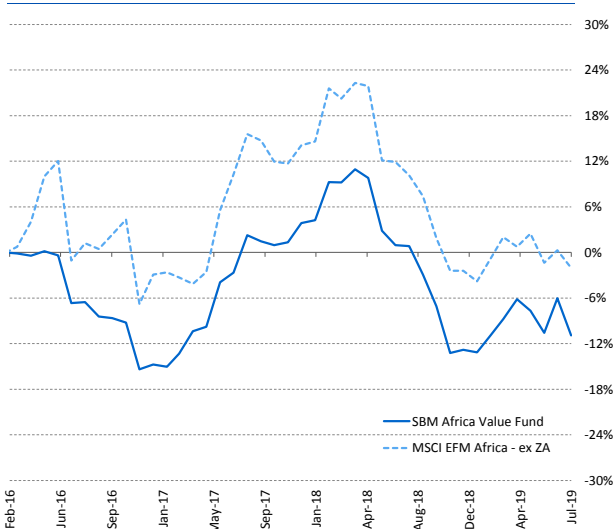
Fund Facts

Fund Manager	SBM Mauritius Asset Managers Ltd
Benchmark	MSCI EFM Africa - ex ZA
Investment Advisor	Silk Invest Limited
Fund Administrator	SBM Fund Services Ltd
Auditors	Ernst & Young
Custodian	SBM Bank (Mauritius) Ltd

Top 10 Holdings

	% Net Assets
Afrexim Depository Receipts	8.7%
Label Vie	7.5%
Kenya Commercial Bank Ltd	7.1%
Nestle Nigeria Plc	6.2%
Credit Agricole Egypt Sae	5.9%
Guaranty Trust Bank Ltd	5.6%
Zenith Bank Ltd	5.5%
Sonatel	5.2%
MCB Group Ltd	5.0%
United Bank for Africa Plc	4.7%
TOTAL	61.4%

Cumulative Performance



Investment options & Contact details

Lump Sum	Class A - USD 500; Class I - USD 300,000
Min Subsequent Investment:	Class A - USD 200; Class I - USD 50,000
Address	SBM Mauritius Asset Managers Ltd Level 12, Hennessy Tower Pope Hennessy Street, Port Louis

Cumulative Return

	1 M	3 M	6M	YTD	1Y	3Y	Launch	Annualized
Fund	-5.2%	-3.5%	-0.1%	2.6%	-11.6%	-4.7%	-10.9%	-3.2%
Benchmark	-2.3%	-4.4%	-1.3%	1.9%	-11.0%	-3.2%	-2.0%	-0.6%

Financial Year Return

	2016	2017	2018	2019
Fund	-6.7%	4.3%	3.7%	-6.9%
Benchmark	-1.1%	11.4%	1.5%	-10.4%

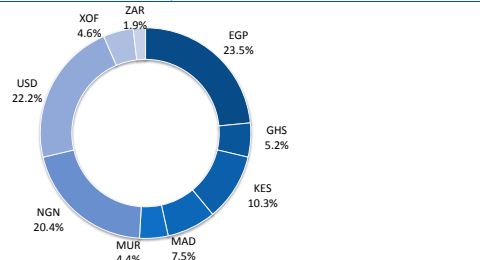
*All returns are calculated assuming dividends are reinvested.

Risk Metrics

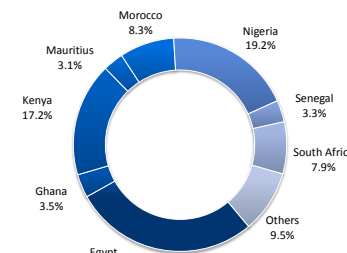
Volatility p.a.	1Y	3Y
Fund	11.4%	11.0%
Benchmark	10.5%	14.3%

Tracking Error	1Y	3Y
Fund	8.0%	7.7%

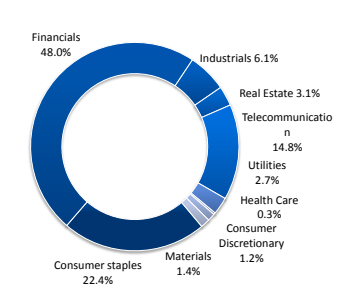
Currency Mix



Country Allocation



Sector Allocation



Fund Manager Commentary

The Fund registered a return of -5.2% during the month compared to -2.3% for the MSCI EFM Africa ex ZA.

In Egypt, the EGX 30 index registered a negative performance of -5.0%, in EGP terms. The manufacturing Purchasing Managers' Index (PMI), however, rose from 49.2 in June to 50.3 in July amid growth in both output and new orders. At the Monetary Policy Meeting held in July, the Central Bank of Egypt (CBE) left all interest rates unchanged with the overnight deposit rate standing at 15.75%, the overnight lending rate at 16.75% and the main operation rate at 16.25%. The annual inflation rate dropped from 9.4% in June to 8.7% in July, below the CBE's target inflation range of 10.0%-16.0% - the lowest level recorded since August 2015 due to a slower rate of increase in prices of food & non-alcoholic beverages and a high base effect in the previous year.

Nigerian equities ended the month in negative territory with the NGSE index posting a return of -7.5% in NGN terms. The manufacturing PMI expanded only moderately for the 28th consecutive month, from 57.4 to 57.6 and the composite PMI for the non-manufacturing sector rose marginally from 58.6 to 58.7 during the month.

The central bank held policy rate stable at 13.50% at its July meeting, in line with market expectations. The liquidity ratio and cash reserve ratio remained stable at 30.00% and 22.50% respectively. The CBN decision was mainly motivated by the persistence of elevated price pressures. Although inflation inched down from 11.2% in June to 11.1% in July, marking a one-year low, it remained well above the Central Bank's target range of 6.0%-9.0%, as a result of an increase in food prices.

The NSE All Share index posted a negative return of -0.9% in KES terms. The manufacturing PMI inched down from 54.3 in June to 54.1, reflecting softer growth in output and employment during the month, although new orders rose at a sharper rate than in June, amid a strong increase in demand. During the Monetary Policy Committee meeting held in July, the Central Bank Rate was left unchanged at 9.00% on the back of receding inflation in May-June from April's surge of 6.6%. Inflation, however, rose from 5.7% in June to 6.3% in July, moving further away from the mid-point of the Central Bank's medium-target range of 2.5%-7.5%.

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