

## SBM India Fund

30 September 2019

NAV per share (Class B)

USD 116.68

### 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 5.0M
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
ICICI Bank Ltd	9.7%
Vardhman Textiles Ltd	9.3%
ITC Ltd	8.3%
Coal India Ltd	7.3%
Equitas Holdings Ltd	7.0%
KRBL Ltd	6.9%
LUX Industries Ltd	6.8%
Repco Home Finance Ltd	6.1%
State Bank of India	6.0%
Shriram Transport Fin Co	5.8%
<b>TOTAL</b>	<b>73.2%</b>

### Risk Adjusted Metrics

	1 Y	3 Y	5 Y
<b>Sharpe Ratio</b>			
SBM India Fund	-0.7	-0.6	-0.3
S&P BSE 500	0.2	0.2	0.2

	1 Y	3 Y	5 Y
<b>Annualised Volatility</b>			
SBM India Fund	27.0%	22.2%	21.5%
S&P BSE 500	19.2%	17.5%	17.9%

	1 Y	3 Y	5 Y
<b>Fund vs Benchmark</b>			
Tracking error p.a.	13.2%	9.7%	8.6%
Correlation	89.0%	90.8%	92.0%
Beta	1.3	1.2	1.1
Alpha	-0.2	-0.5	-0.5

### 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

### Cumulative Return

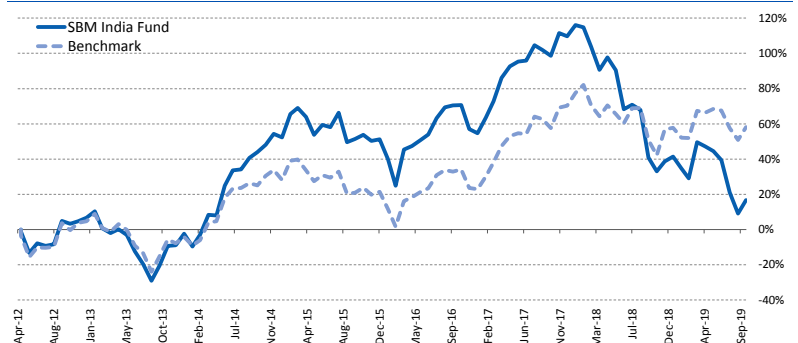
	1 M	3 M	6M	YTD	1 Y	3 Y	5 Y	Inception	Annualized
SBM India Fund	7.1%	-16.3%	-21.9%	-17.5%	-17.1%	-31.6%	-18.9%	16.7%	2.1%
S&P BSE 500	4.8%	-5.7%	-5.6%	0.3%	4.9%	19.1%	26.6%	58.1%	6.3%

### Financial Year Return

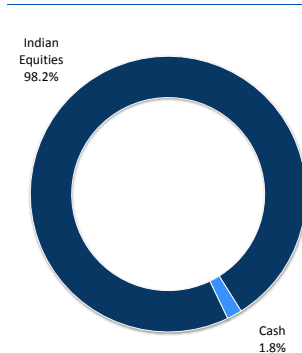
	2012*	2013	2014	2015	2016	2017	2018	2019
SBM India Fund	-7.8%	-5.0%	52.5%	18.4%	-2.7%	27.3%	-14.1%	-17.1%
S&P BSE 500	-10.2%	1.1%	35.8%	5.0%	-4.6%	24.8%	4.1%	4.6%

\*From Inception to June 12

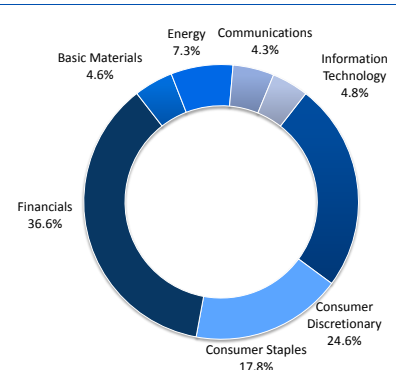
### Cumulative Performance



### Asset Allocation



### Sector Allocation



### Market Commentary

The Fund gained 7.1% during the month against 4.8% for S&P BSE 500, in USD terms. Fund performance was mainly driven by Lux Industries Ltd (+14.4%), Vardhman Textiles Ltd (+10.0%) and Century Plyboards India Ltd (+19.2%).

The Indian market recovered from the previous month losses in spite of lingering fears over rising non-performing assets in the Indian banking sector. The BSE Oil & Gas was the top performer (12.6%) during the month followed by BSE Consumer Durables (11.8%) and BSE Industrials (10.8%), in USD terms. On the other hand, the BSE Realty lost -2.2% while the BSE Healthcare and BSE Technology posted -1.8% and -1.4%, respectively.

Rupee gained 0.8% against the US Dollar during the month on announcement of a huge qualified institutional placement (QIP) of USD 1.6 billion by Axis Bank and an unexpected announcement of large corporate tax cuts. Foreign Portfolio Investors injected money to the tune of USD 1.8 billion in Indian equities by the end of September.

Manufacturing Purchasing Managers' Index (PMI) stood at 51.4 in September 2019, unchanged from the previous month's 15-month low due to deterioration in domestic demand indicators. The Consumer Price Index (CPI), however, accelerated to 3.99% in September from 3.21% in August due to the prominent increase in food prices, standing at the midpoint of the Reserve Bank of India's (RBI) target range of 2.0%-6.0%.

With subdued economic growth and inflation remaining within the flexible band set, the RBI cut the policy repo rate under the liquidity adjustment facility (LAF) by 25 basis points to 5.15% at the monetary policy committee (MPC) held in October. The reverse repo rate under the liquidity adjustment facility (LAF) was adjusted to 4.90% and the marginal standing facility (MSF) rate and the Bank Rate to 5.40%, respectively. Cash Reserve Ratio (CRR) remained unchanged at 4.00% while Statutory Liquidity Ratio (SLR) fell to 18.50% respectively.

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