SBM India Fund

31 October 2019 | NAV per share (Class B) **USD 121.48**

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

Low	Low to Moderate	Moderate	Moderate to High	**High**

Fund Profile

Inception Date	Apr-12
Currency	USD
Fund Size	USD 5.2M
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	9.8%
Vardhman Textiles Ltd	8.5%
ITC Ltd	7.8%
Coal India Ltd	7.2%
KRBL Ltd	6.8%
State Bank of India	6.6%
LUX Industries Ltd	6.5%
Equitas Holdings Ltd	6.0%
Shriram Transport Fin Co	5.9%
Tata Motors Ltd	5.9%
TOTAL	**71.0%**

Risk Adjusted Metrics

Sharpe Ratio	1 Y	3 Y	5 Y
SBM India Fund	-0.4	-0.5	-0.3
S&P BSE 500	0.8	0.3	0.2

Annualised Volatility	1 Y	3 Y	5 Y
SBM India Fund	27.1%	22.4%	21.6%
S&P BSE 500	18.1%	17.6%	17.9%

Fund vs Benchmark	1 Y	3 Y	5 Y
Tracking error p.a.	13.2%	9.8%	8.6%
Correlation	90.3%	90.9%	92.1%
Beta	1.3	1.2	1.1
Alpha	-0.3	-0.5	-0.5

Cumulative Return

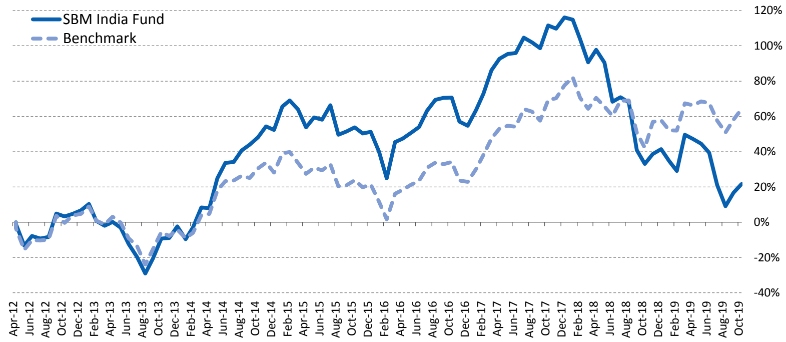
	1 M	3 M	6M	YTD	1 Y	3 Y	5 Y	Inception	Annualized
SBM India Fund	4.1%	0.4%	-17.5%	-14.1%	-8.6%	-28.8%	-18.0%	21.5%	2.6%
S&P BSE 500	3.8%	4.2%	-1.3%	4.1%	15.6%	22.4%	25.7%	64.1%	6.8%

Financial Year Return

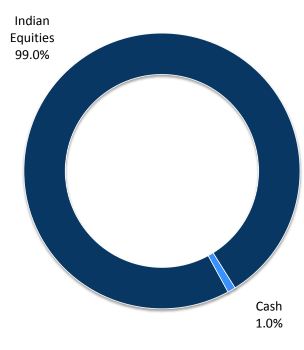
	2012*	2013	2014	2015	2016	2017	2018	2019
SBM India Fund	-7.8%	-5.0%	52.5%	18.4%	-2.7%	27.3%	-14.1%	-17.1%
S&P BSE 500	-10.2%	1.1%	35.8%	5.0%	-4.6%	24.8%	4.1%	4.6%

*From Inception to June 12

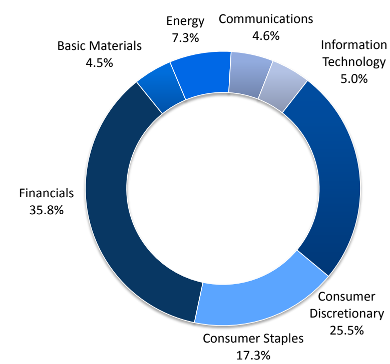
Cumulative Performance



Asset Allocation



Sector Allocation



Market Commentary

The Fund gained 4.1% during the month against 3.8% for S&P BSE 500, in USD terms. The portfolio's performance was mainly driven by Tata Motors Ltd (51.0%), State Bank of India Ltd (15.2%) and ICICI Bank Ltd (6.6%).

Foreign Portfolio Investors (FPIs) were net buyers during the month and injected INR 12,476 crore in Indian equities. Better-than-expected Q3 earnings, government announcement of measures to boost economic growth and positive flows of foreign institutional investments enhanced market sentiment. The BSE Auto was the top performer (12.4%) during the month followed by BSE Energy (8.2%) and BSE Oil & Gas (6.9%). On the other hand, BSE Telecommunication and BSE Information Technology lost -7.2% and -2.3%, respectively.

The International Monetary Fund revised down India's growth forecast for fiscal year (FY) 2019-20 to 6.1% on account of weakening domestic demand and global economic slowdown. Manufacturing Purchasing Managers' Index (PMI) fell from 51.4 to 50.6 in October 2019, the lowest since October 2017 as output and new orders expanded at the slowest rate over the last two years.

At the monetary policy committee (MPC) held in October, the Reserve Bank of India (RBI) has revised CPI inflation projections upwards in the range of 3.5% - 3.7% for FY 19-20 from 3.4% - 3.7% in the previous quarter. However, the Consumer Price Index (CPI) for the month of October accelerated to 4.62% from 3.99% in September, above the RBI medium-term target of 4.0% for the first time since July 2018 due to higher food prices.

The policy repo rate under the liquidity adjustment facility (LAF) was reduced by 25 basis points to 5.15% at the 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.

Investment options & Contact details

Lump Sum	Minimum amount of USD 100	Telephone	202-1111 / 202-4642/ 202-4685
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