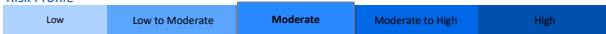


**Fund Objective**

SBM Universal Fund is an open-ended fund constituted as a Trust under the SBM Unit Trust. It is duly authorised under the Securities Act 2005 and regulated by the Financial Services Commission. The fund invests in equities and fixed income instruments in the domestic and international market whilst keeping a balanced-risk strategy. The overall objective of the fund is to provide regular income and maximise returns on a long term basis for the benefit of the unit-holders.

**Risk Profile**



**Fund Profile**

Inception Date	Jun-02
Currency	MUR
Fund Size	MUR 357.1M
Issue / Redemption	Daily
Distribution	Yearly
Management Fee	1.0% p.a
Entry Fee	1.0%
Exit Fee	1.0%

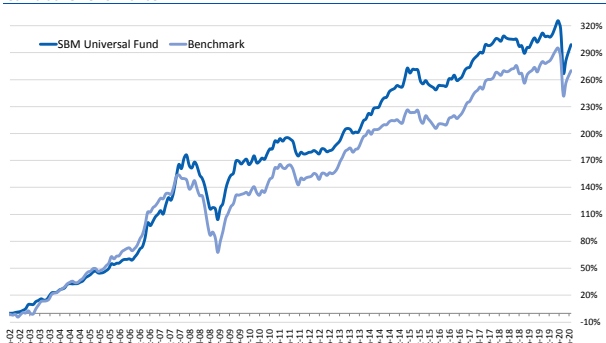
**Fund Facts**

Fund Manager	SBM Mauritius Asset Managers Ltd
Benchmark	30% SEMDEX + 40% 1 yr Govt of Mauritius Bill + 30% MSCI World (MUR)
Fund Administrator	SBM Fund Services Ltd
Auditors	Ernst & Young
Custodian	SBM Bank (Mauritius) Ltd

**Top 10 Holdings**

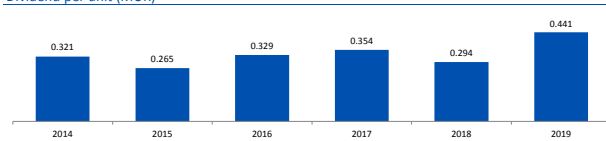
	% Net Assets
MCB Group Limited	9.3%
iShares MSCI World ETF	8.9%
MHC - Fixed Deposit	7.1%
SIT Bond	5.6%
Vanguard S&P 500 ETF	5.1%
Afrexim Depository Receipts	4.6%
MSS Global Advantage "A" ACC	4.0%
MSS US Advantage "A" ACC	3.7%
SBM MUR Note 5.75% Class A2 Series Bond	3.5%
IBL Ltd	3.4%
<b>TOTAL</b>	<b>55.2%</b>

**Cumulative Performance**



\*Cumulative performance assumes that dividends are reinvested

**Dividend per unit (MUR)**



**Risk Adjusted Metrics**

	1Y	3Y	5Y
Volatility p.a.	13.8%	8.3%	6.9%
Fund	13.8%	8.3%	6.9%
Benchmark	13.1%	8.3%	7.0%
Fund vs Benchmark	1Y	3Y	5Y
Tracking Error p.a.	1.8%	1.8%	1.8%
Correlation	99.2%	97.6%	96.8%
Beta	1.04	1.00	0.96
Regression Alpha	0.1%	-0.1%	-0.2%

**Investment options & Contact details**

Lump Sum	Minimum amount of MUR 500
Regular Savings Plan	MUR 200
Address	SBM Mauritius Asset Managers Ltd Level 12, Hennessy Tower Pope Hennessy Street, Port Louis

**Cumulative Return**

	1M	3M	6M	YTD	1Y	3Y	5Y	Inception	Annualized
Fund	2.1%	8.4%	-4.9%	-4.9%	-1.8%	3.1%	7.5%	298.9%	8.0%
Benchmark	1.7%	8.0%	-5.7%	-5.7%	-1.5%	6.2%	14.3%	269.9%	7.5%

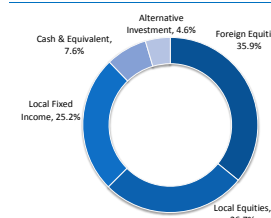
\*All returns are calculated assuming dividends are reinvested.

**Financial Year Return**

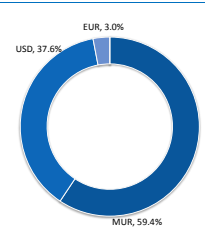
	2012	2013	2014	2015	2016	2017	2018	2019	2020
Fund	-3.7%	6.3%	13.0%	9.3%	-5.0%	9.7%	4.7%	0.3%	-1.8%
Benchmark	-3.6%	9.4%	10.9%	4.5%	-4.3%	12.4%	6.1%	1.7%	-1.5%

\*Financial year as at June

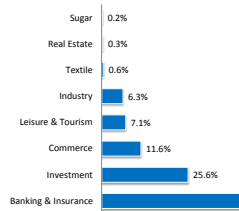
**Asset Allocation**



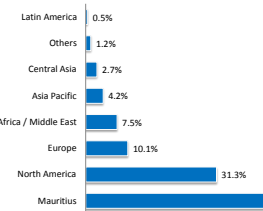
**Currency Allocation**



**Sector Allocation (Local Equities)**



**Country Allocation (Equities)**



**Market Commentary**

The Net Asset Value (NAV) of the Fund increased from MUR 25.88 to MUR 26.41 in June, equivalent to a positive performance of 2.1%, while the composite benchmark posted 1.7%.

Local equity indices registered positive performances for the month of June with the SEMDEX and DEMEX closing at 1,662.61 points and 206.85 points, equivalent to 2.5% and 4.2%, respectively.

The main leading movers, that is, companies which contributed to the positive performance of the SEMDEX were MCB Group Ltd, IBL Ltd and Lux Island Resorts Ltd while on the downside, the main lagging movers were SBM Holdings Ltd, Sun Resort Ltd and Innodis Ltd. The top three gainers in terms of price returns were Lux Island Resorts Ltd (+33.3%), NIT Ltd (+32.0%) and UBP Ltd (+30.4%) and the top three losers were Policy Ltd (-8.1%), MDIT Ltd (-8.1%) and Innodis Ltd (-5.5%).

The price-earnings ratio and dividend yield for SEMDEX stood at 12.22x and 4.00% respectively, compared to corresponding figures of 12.02x and 4.17% in May 2020.

Net foreign outflows further increased during the month to reach MUR 205.8Mn, with MCB Group Ltd being the major driver of the foreign disinvestments.

Government bond yields mostly increased on the primary market during the month. A 182D Treasury Bills was issued at 0.54% on 12 June for a net issuance of MUR 3,000Mn and the yield rose to 0.90% post a further issuance of MUR 3,000Mn on 19 June. The yield on the 364D Treasury Bills witnessed an increase following an issuance of MUR 3,000 on 5 June at a weighted yield of 0.60%. MUR 3,500Mn worth of 364D Treasury Bills was issued on 17 June at weighted yield of 0.91% which further rose to 1.04% after an issue of MUR 3,500Mn on 26 June. 2Y GoM notes were issued on 10 June at an average yield of 0.72% which rose to 1.54% post another issuance of MUR 3,000Mn on 24 June. Following the issuance of MUR 3,500Mn of 5Y GoM bonds, the yield dropped from 1.85% to 1.35%. There was no fresh issue of 10Y, 15Y and 20Y bonds during the month.

Global equity markets rebounded from the Covid19-triggered sell-off as improved economic data offset concerns over the spikes in new Covid19 cases. The MSCI World index notched up 2.5% MoM in USD terms. The downturn in global manufacturing activity eased with new orders registering their steepest gains during the month - global manufacturing PMI rose from 42.4 in May to 47.8 in June, remaining in contraction zone.

The S&P 500 index gained 1.8% in USD terms in June despite a backdrop of recent uptick in Covid-19 cases and a delay in the re-opening of certain states. The fall in unemployment rate in May from 14.7% to 13.3% with the addition of 2.5 million jobs contributed to the rally. On the manufacturing front, the loosening of some restrictions, improved demand conditions and the stabilisation in new orders pushed the manufacturing PMI from 39.8 to 49.8 in June. Consumer confidence also improved more than anticipated with the index rising to 98.1 against a previous month's reading of 85.9.

European equities continued to recover with the Eurostoxx 50 rallying by 6.0% in EUR terms driven by the re-opening of the economies and easing of lockdown restrictions. The DAX index advanced by 6.2% while CAC 40 and FTSE MIB registered EUR returns of 5.1% and 6.5%, respectively. Manufacturing activity improved in June to a four-month high of 47.4 against a preceding reading of 39.4. Despite the uptick in the manufacturing sector, below pre-pandemic sentiment and reduction in demand are expected to drag economic recovery. In UK, the FTSE 100 posted 1.5% in GBP terms. On the manufacturing front, PMI increased from 40.7 in May to 50.1 in June, pointing towards stabilisation in operating conditions. No extension was granted in the transition period for the Brexit.

Japanese equities ended positively with Nikkei 225 registering JPY returns of 1.9% MoM. Manufacturing remained in contraction zone given the drop in new orders and production volumes due to current economic conditions - the PMI grew marginally to 40.1 in June against previous month's reading of 38.4. Business confidence moved into positive territory for the first time since February backed by anticipation of economic recovery. The government continued with its implementation of fiscal measures designed to combat the impact of the pandemic while the Bank of Japan announced further monetary policy initiatives following the surge in ETF purchases.

The MSCI Emerging Markets index outperformed developed markets during the month with a performance of 7.4% supported by US dollar weaknesses. The Shanghai Composite Index registered 4.6% in CNY terms. Although foreign demand remains subdued, Chinese manufacturing activity saw continuous improvement supported by normal business operations, increased business sentiment and an overall enhancement in market conditions which led the PMI to rise from 50.7 in May to 51.2 in June. In India, the BSE Sensex index picked up strongly by registering an INR performance of 7.7%. Manufacturing PMI edged up to 47.2 from a reading of 30.8 the previous month. Production output and new orders contracted at a slower rate as manufacturing activity moved towards stabilisation.