

### Investment objective

The objective of the Fund is to generate long-term capital appreciation by investing mainly in equity and equity-related instruments in India. The Fund adopts a multi-capitalisation investment strategy and uses a combination of top-down and bottom-up approaches in its portfolio construction and risk management processes.

### Fund facts

**Investment Manager:** SBM Mauritius Asset Managers Ltd

**Fund Administrator:** SBM Fund Services Ltd

**Registry and Transfer Agent:** SBM Fund Services Ltd

**Custody:** IL&FS Securities Services Ltd

**Auditor:** Deloitte Mauritius

**Investment Advisor:** Invesco Asset Management (India) Private Limited

**Benchmark:** S&P BSE500 Index

**Distribution:** None

**Investor profile:** Aggressive

**Inception date:** 18 Apr 2012

**Fund size:** USD 5.8M

**ISIN:** MU0565S00012

**Base currency:** USD

**Minimum one-off investment:** USD 100 (Class B) | USD 100,000 (Class A)

**Management fee:** 1.40% p.a.

**Entry fee:** 3.00%

**Exit fee:** 1% in first year | Nil after 1 year

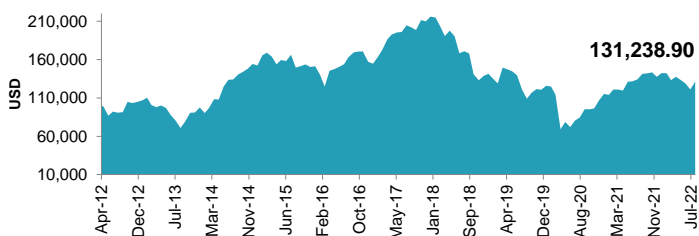
**Performance fee:** 18% p.a. on excess return over benchmark

### Performance

Period	1M	3M	YTD	1Y	3Y	5Y	Launch	Annualised	2022	2021	2020	2019	2018	2017
Fund	8.4%	-1.6%	-7.8%	-2.2%	8.4%	-35.9%	31.2%	2.7%	-8.0%	63.8%	-42.4%	-17.1%	-14.1%	27.3%
Benchmark	9.1%	-4.4%	-8.0%	0.8%	41.5%	35.9%	123.0%	8.1%	-6.5%	62.3%	-19.7%	4.6%	4.1%	24.8%

Note: Fund performance is calculated on indicative NAV to NAV. The performance of the index is based on the S&P BSE500 Index (USD). Past performance is not indicative of future results. The benchmark return is computed in USD terms. Annual returns are for the financial year of the Fund, that is, June.

### Growth of USD 100,000 since inception



### Fund statistics

Period	1Y	3Y	5Y	Launch
Correlation	0.96	0.96	0.94	0.95
Regression alpha (%)	-2.90	-13.76	-15.71	-10.34
Beta	0.85	1.20	1.19	1.12
Annualised volatility	16.1%	31.7%	28.7%	25.9%
Annualised tracking error	5.3%	10.5%	10.8%	8.9%

Relative metrics such as alpha, beta and tracking error are computed against the composite index.

### Asset allocation

Asset class	% Fund	Geography	% Fund	Top currency	% Fund
Indian Equities	93.0%	India	100.0%	Indian Rupee	99.3%
Cash	7.0%	<b>Total</b>	<b>100.0%</b>	US Dollar	0.7%
<b>Total</b>	<b>100.0%</b>			<b>Total</b>	<b>100.0%</b>

Sector	% Fund	Market capitalisation	% Fund
Financials	28.7%	Large	75.2%
Industrials	11.5%	Mid	9.5%
Information Technology	9.8%	Small	8.2%
Basic Materials	7.3%	<b>Total</b>	<b>93.0%</b>
Energy	6.0%		
Health care	5.7%		
Utilities	4.0%		
Consumer Discretionary	11.5%		
Communications	1.6%		
Real Estate	0.9%		
Consumer Staples	6.0%		
<b>Total</b>	<b>93.0%</b>		

**Asset allocation (continued)**

<b>Top 10 holdings</b>	<b>Sector</b>	<b>% Fund</b>
ICICI Bank Ltd	Financials	8.2%
HDFC Bank Ltd	Financials	6.8%
Infosys Technologies Ltd	Information Technology	5.6%
Reliance Industries Ltd	Energy	5.1%
State Bank Of India	Financials	4.3%
Maruti Suzuki India Ltd	Consumer Discretionary	2.8%
Sun Pharmaceuticals Industries Ltd	Health Care	2.8%
Larsen & Toubro Ltd	Industrials	2.5%
Hindustan Unilever Ltd	Consumer Staples	2.4%
ITC Ltd	Consumer Staples	2.4%
<b>Total</b>		<b>42.9%</b>

**Market comments**

The Net Asset Value per share (NAV) of the Fund rose from USD 121.03 to USD 131.24 in July, equivalent to USD performance of 8.4% against 9.1% for S&P BSE 500 index. The main leaders, that is, companies which contributed positively to the performance of the portfolio were ICICI Bank Ltd (+15.3%), State Bank Of India (+13.0%) and Hindustan Unilever Ltd (+17.8%) while the main laggards were Reliance Industries Ltd (-3.7%), PB Fintech Ltd (-18.6%) and V I P Industries Ltd (-4.0%).

The equity market posted gains after three successive months of sell-offs as major companies posted better-than-expected earnings, foreign fund inflows remained strong and the government cut windfall tax on fuel and crude exports. In addition, expectations of a slower pace of interest rate hike in the US, a sharp decline in oil prices and signs of easing inflation concerns uplifted market sentiment. The top sectors that contributed to the positive performance of the S&P BSE 500 index during the month were Financials (+12.3%), Materials (+14.9%) and Consumer Staples (+13.7%).

The Indian manufacturing sector marked its fastest improvement in eight months with the S&P Global India Purchasing Managers' Index (PMI) surging from 53.9 in June to 56.4 in July. The expansion is mainly on account of an upturn in factory output following strong demand, improved market conditions and a higher level of sales. Despite the continued rise in input costs from higher demand, the rate of input costs inflation softened to an 11-month low.

The International Monetary Fund slashed India's economic growth outlook for FY2022-23 to 7.4% from its previous estimate of 8.2% and projects the economy to grow by 6.1% in FY2023-24. The downward revision primarily reflects less favourable external conditions and more rapid policy tightening. Morgan Stanley further slashed the GDP growth forecast to 7.2%, 40 bps lower than its previous projection, citing tighter financial conditions and a slowdown in international trade. Growth forecast for FY2022-24 is pegged at 6.4%.

Retail inflation eased to a 5-month low of 6.71% in July, led by a moderation in food and fuel prices following easing international prices and the lagged effect of government interventions to reduce import duties and restrictions on exports. Inflation, however, remained above the Reserve Bank of India's (RBI) upper tolerance limit of 6% for the seventh consecutive month.

In July, no MPC meeting was held such that the repo rate under the liquidity adjustment facility (LAF) remained unchanged at 4.90%. Consequently, the repo rate under the marginal standing facility (MSF) and the Bank Rate of 5.15%, and the cash reserve ratio (CRR) of net demand and time liabilities (NDTL) of 4.50%, were maintained.

**Contact**

SBM Mauritius Asset Managers Ltd

Level 11, Hennessy Tower

Pope Hennessy Street

Port Louis

Tel: (+230) 202 11 11 | 202 12 60 | 202 35 15

Fax: (+230) 210 33 69

E-mail: [sbm.assetm@sbmgroup.mu](mailto:sbm.assetm@sbmgroup.mu)For price updates on this fund, please see: <https://nbfc.sbmgroup.mu/asset-management>**Important notes**

Unless otherwise specified, all information contained in this document is as at the factsheet date. Investment involves risks; Past performance is not indicative of guaranteeing the same future results as market conditions may fluctuate thereby affecting the investment return and thus strict reliance on such past performances shall not be relied upon by the investor to make any investment decision. Investors may additionally resort to an independent third party or independent legal advisor before making any investment decision. Investment involves risk, that includes the possible loss of principal. Asset allocation and diversification do not ensure a profit or protect against a loss.

SBM Mauritius Asset Managers Ltd ("SBM MAM") believes that the information which may be viewed in this document is reasonably accurate as at the date of publication, but does not guarantee the accuracy of the data and disclaims all representations and warranties of any kind, whether expressed or implied. Neither SBM MAM, nor any of its associates, nor any director, officer or employee accepts any liability whatsoever for any loss arising directly or indirectly from any use of this. It does not constitute investment advice and should not be used as the basis of any investment decision, nor should it be treated as a recommendation for any investment. The information in this document may not be edited and/or reproduced in whole or in part without the prior consent of SBM MAM.