

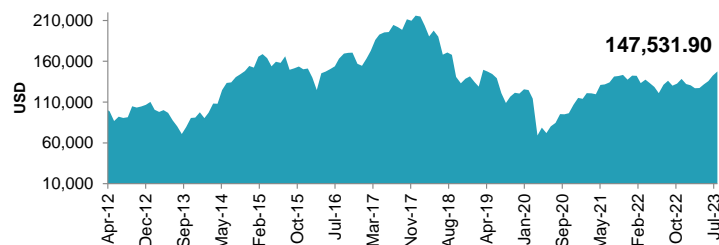
SBM India FundNAV per share **USD 147.53** (Class B)**Investment objective**

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 6.6M**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	2023	2022	2021	2020	2019	2018
Fund	3.5%	12.0%	11.6%	12.4%	74.6%	-13.6%	47.5%	3.5%	17.8%	-8.0%	63.8%	-42.4%	-17.1%	-14.1%
Benchmark	3.5%	11.2%	10.7%	11.7%	71.5%	47.4%	149.0%	8.4%	17.7%	-6.5%	62.3%	-19.7%	4.6%	4.1%

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

Growth of USD 100,000 since inception**Fund statistics**

Period	1Y	3Y	5Y	Launch
Correlation	0.99	0.94	0.94	0.94
Regression alpha (%)	2.44	2.93	-13.94	-10.44
Beta	0.85	0.92	1.18	1.11
Annualised volatility	12.1%	16.2%	28.2%	24.9%
Annualised tracking error	2.9%	5.8%	10.1%	8.5%

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	95.7%	India	100.0%	Indian Rupee	99.9%
Cash	4.3%	Total	100.0%	US Dollar	0.1%
Total	100.0%			Total	100.0%

Sector	% Fund	Market capitalisation	% Fund
Financials	27.8%	Large	70.8%
Industrials	13.5%	Mid	17.2%
Information Technology	15.8%	Small	7.7%
Basic Materials	1.7%	Total	95.7%
Energy	3.3%		
Health care	7.4%		
Utilities	4.10%		
Consumer Discretionary	13.5%		
Communications	1.7%		
Real Estate	1.8%		
Consumer Staples	5.1%		
Total	95.7%		

Asset allocation (continued)

Top 10 holdings	Sector	% Fund
HDFC Bank Ltd	Financials	7.3%
Infosys Technologies Ltd	Information Technology	7.2%
ICICI Bank Ltd	Financials	5.3%
Larsen & Toubro Ltd	Industrials	3.4%
Reliance Industries Ltd	Energy	3.3%
NTPC Limited	Utilities	3.3%
State Bank Of India	Financials	2.9%
Axis Bank Ltd	Financials	2.5%
Mahindra & Mahindra Ltd	Consumer Discretionary	2.3%
Hindustan Unilever Ltd	Consumer Staples	2.3%
Total		39.8%

Market comments

The Net Asset Value per share (NAV) of the Fund rose from USD 142.54 in June to USD 147.53 in July, equivalent to a performance of 3.5%, similar to the S&P BSE 500 index. The main leaders, that is, companies which contributed positively to the performance of the portfolio were NTPC Limited (+15.1%), ICICI Bank Ltd (+6.5%) and Mphasis Ltd (+20.8%) while the main laggards were HDFC Bank Ltd (-3.2%), Hindustan Unilever Ltd (-4.6%) and HCL Technologies Ltd (-6.2%).

Indian equities posted gains for the fourth successive month despite facing a heightened level of volatility led by lower-than-expected major domestic corporate earnings and weak economic data releases in the US, China, and Eurozone. Sustained foreign inflows, anticipations of a pause in interest rate hikes and China stimulus expectations boosted investor sentiment. Most of the BSE 500 sectors registered positive returns with top sector leaders being Industrials, Financials and Energy, posting respective MoM returns of 9.4%, 2.0% and 6.9%.

The Indian manufacturing sector maintained its growth momentum in July, albeit at a slower pace with the S&P Global India Purchasing Managers' Index (PMI) decreasing slightly from 57.8 in June to 57.7 in July. Strong demand contributed to a marked expansion of new orders in the manufacturing sector with new export business growth surging to its highest pace since November 2022. Input cost inflation accelerated to a nine-month high in July on account of higher raw materials costs but remained softer than its long-term average.

In its latest World Economic Outlook (WEO) published in July 2023, the International Monetary Fund (IMF) raised its 2023 real GDP growth rate forecast for India by 0.2 percentage point to 6.1%. The growth projection for 2024 remained unchanged at 6.3% in line with the April's projection. Volatility in financial markets, negative impacts from the global slowdown and geopolitical tensions are viewed as the major headwinds to economic activity.

Inflation spiked to a 15-month high of 7.44% in July from 4.81% in June, breaching the upper tolerance band of the RBI's medium-term inflation target of 4+/-2% after remaining within the threshold for four consecutive months. The surge primarily reflects a sharp rise in the price of vegetables, cereals, pulses, spices and milk products following erratic weather conditions.

In the external sector, the Indian rupee (INR) appreciated by 0.3% MoM against the US dollar (USD) after reaching 82.04/USD on 31 July. The appreciation was mainly led by strong foreign fund inflows, a resilient equity market and hopes of a pause in interest rate hikes. The current account deficit widened to 2.0% of GDP in FY2022-23 from 1.2% in the preceding year in the context of a high fiscal deficit. As per the IMF, the deficit is expected to narrow to about 1.8% of GDP in FY2023-24 primarily on account of an expected decline in oil import costs.

In July, no MPC meeting was held such that the repo rate remained unchanged at 6.50% under the liquidity adjustment facility (LAF). Consequently, the repo rate under the marginal standing facility (MSF) and the Bank Rate of 6.75%, 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 3, Lot15A3, Hyvec Business Park,

Wall Street, Ebene Cybercity 72201

Tel: (+230) 202 11 11 | 202 17 35 | 202 46 42

Fax: (+230) 210 33 69

E-mail: 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.