

## SBM Yield Fund

31 December 2017

NAV per share MUR 10.60

## Fund Objective

SBM Yield Fund aims at maximising returns on a long term basis whilst providing a regular income and keeping a lower risk strategy. The overall objective of SBM Yield Fund is to provide regular income and to achieve the maximum performance return comparable to that of a standard bond.

## Risk Profile

Low	<b>Low to Moderate</b>	Moderate	Moderate to High	High
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## Fund Profile

Inception Date:	Jun-06
Fund Size:	MUR 53M
Issue / Redemption :	10", 20" and 30" of each month
Distribution:	Yearly (each financial year end)
Management Fee:	0.85% p.a
Entry Fee:	0.50%
Exit Fee:	0.50%

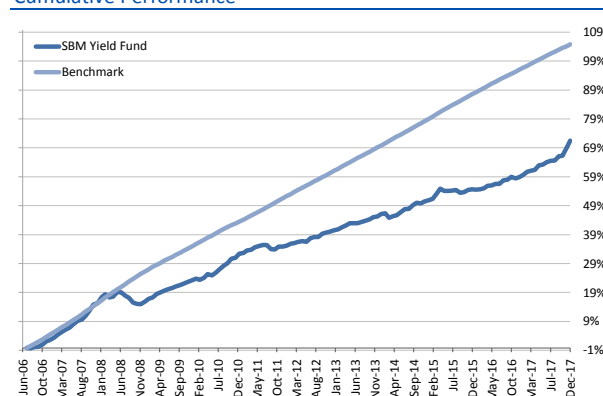
## Fund Facts

Fund Manager	SBM Mauritius Asset Managers Ltd
Benchmark	SBM Savings Rate + 2%
Fund Administrator	SBM Fund Services Ltd
Auditors	Ernst & Young
Custodian	SBM Bank (Mauritius) Ltd

## Top 10 Holdings

	% Net Assets
Government of Mauritius Bond 25/01/2028	34.9%
Evaco Ltd - Floating Rate Notes	11.4%
Government of Mauritius Bond 15/01/2036	10.2%
SBM Masala Bond Note - Series B MUR	9.6%
Government of Mauritius Bond 22/07/2036	6.6%
Alpha Capital Protected Note - Series 1	5.7%
SBM Maharaja Bond Fund	4.5%
SBM Holdings Ltd	4.3%
Grit Real Estate Income Group Ltd	2.3%
iShares US Preferred Stock ETF	1.9%
<b>TOTAL</b>	<b>91.4%</b>

## Cumulative Performance



## Investment options &amp; Contact details

Lump Sum	Minimum MUR 1000
Monthly Savings Plan	Minimum MUR 500
Address	SBM Mauritius Asset Managers Ltd Level 12, Hennessy Tower Pope Hennessy Street, Port Louis

## Cumulative Return

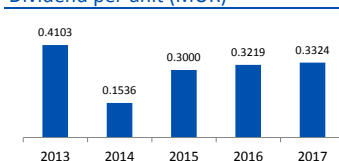
	1M	3M	6M	1Y	3Y	5Y	Launch	Annualized
Fund	1.5%	3.3%	4.6%	7.4%	13.7%	22.0%	71.7%	4.8%
Benchmark	0.3%	0.9%	1.9%	4.1%	14.4%	27.1%	105.0%	6.4%

## Financial Year Return

	2010	2011	2012	2013	2014	2015	2016	2017
Fund	4.7%	7.6%	1.8%	3.7%	3.5%	4.3%	1.5%	5.1%
Benchmark	6.7%	6.0%	6.0%	5.6%	5.4%	4.9%	4.8%	4.6%

\*All returns are calculated assuming dividends are reinvested; returns are in "Financial Year" format

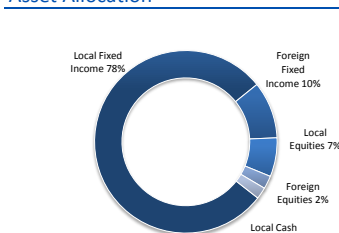
## Dividend per unit (MUR)



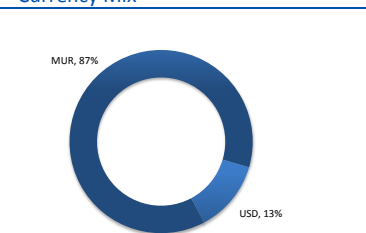
## Risk Metrics

Volatility p.a.	1Y	3Y	5Y
Fund	1.9%	1.7%	1.6%
Index	0.1%	0.1%	0.2%
Tracking Error	1Y	3Y	5Y
	1.9%	1.8%	1.6%

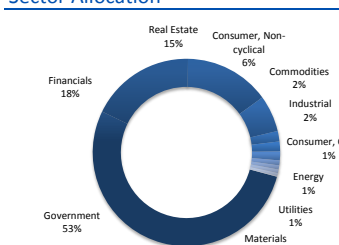
## Asset Allocation



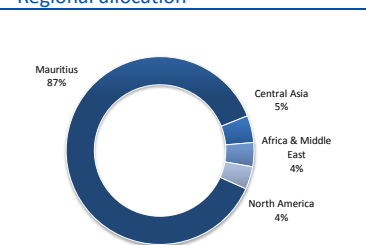
## Currency Mix



## Sector Allocation



## Regional allocation



## Fund Manager Commentary

The Net Asset Value (NAV) of the Fund moved from Rs10.44 to Rs10.60 during the month, equivalent to a return of 1.5%, while the benchmark yielded 0.3% over the same period.

Local equity indices rose during the month with the SEMDEX and SEMTRI closing the month at 2,202.14 and 7,906.46, thereby posting 1.02% and 1.19% MoM, respectively.

The top three gainers for the month were Lux Group Ltd (8.66%), Automatic Systems Ltd (7.06%) and MCB Group Ltd (6.02%). The top three losers were Lottotech Ltd (-6.17%), Terra Mauricia Ltd (-5.25%) and ENL Commercial Ltd (-5.19%).

The weighted average yields for 91d and 182d GoM T-bills reached 2.48% and 2.54% respectively during the month against 1.85% and 1.93% for November. The yield on 364d T-bills increased from 2.14% to 2.68%. The 3yr and 10yr GoM Note remained flat at 2.94% and 4.47% respectively. The 5yr GoM Note increased by 0.66% to 4.07% while there were no new issues for the 10yr, 15yr and 20yr GoM bonds in December.

Globally, the MSCI World gained 1.26% while the MSCI EM posted 3.36%. The S&P500 posted a return of 0.98% while the Eurostoxx fell by 1.85%. The US stock market was mainly driven by President Trump's end-of-year tax-cutting package as well as robust corporate earnings, especially in the technology sector. The Fed raised interest rate by 0.25% to attain 1.25%-1.50%. The European stock market fell as a result of profit booking, a strong Euro and lingering political instability in Germany and Spain. The J.P. Morgan Global Aggregate and Barclays U.S. Aggregate bond indices registered respective returns of 0.32% and 0.46%. Investment grade corporate bonds achieved the highest returns in the US dollar and sterling denominated markets while high yield bonds performed best in the euro denominated markets.

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