

## SBM Yield Fund

31 March 2018

NAV per share MUR 10.79

## Fund Objective

The Fund seeks to achieve its investment objective by investing in fixed income and fixed income-related instruments across different geographies, issuers, maturities and currencies. It uses a combination of top-down and bottom-up approach in its investment selection process. It may invest in bonds, term deposits, ETFs, preferred stock, convertible bonds, structured products and mortgage backed securities, amongst others.

## Risk Profile

Low	Low to Moderate	Moderate	Moderate to High	High
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## Fund Profile

Inception Date:	Jun-06
Fund Size:	MUR 84M
Issue / Redemption:	10 <sup>th</sup> , 20 <sup>th</sup> and 30 <sup>th</sup> of each month
Distribution:	Yearly (each financial year end)
Management Fee:	0.85% p.a
Entry Fee:	0.50%
Exit Fee:	0.50%

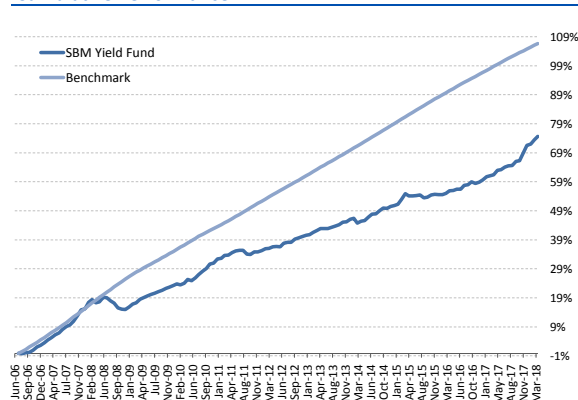
## Fund Facts

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	22.7%
Government of Mauritius Bond 15/01/2036	6.6%
SBM Masala Bond Note - Series B MUR	6.4%
Evaco Ltd - Floating Rate Notes	5.9%
Government of Mauritius Bond 22/07/2036	4.3%
Alpha Capital Protected Note - Series 1	3.8%
MCB Group Ltd 3.5% 5Y Notes	3.2%
SBM Holdings Ltd	3.0%
SBM Maharaja Bond Fund	3.0%
Grit Real Estate Income Group Ltd	1.5%
<b>TOTAL</b>	<b>60.4%</b>

## Cumulative Performance



## Cumulative Return

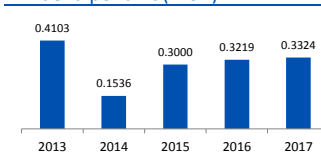
	1M	6M	YTD	1Y	3Y	5Y	Launch	Annualized
Fund	0.7%	5.2%	1.8%	8.2%	12.8%	22.8%	74.8%	4.9%
Benchmark	0.3%	1.9%	0.9%	4.0%	13.9%	26.6%	106.9%	6.4%

## 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)



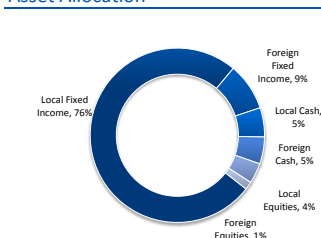
## Risk Metrics

Volatility p.a.	1Y	3Y	5Y
Fund	1.8%	1.6%	1.6%
Index	0.1%	0.1%	0.2%

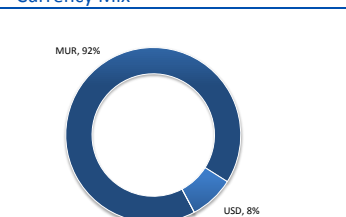
  

Tracking Error	1Y	3Y	5Y
	1.9%	1.7%	1.6%

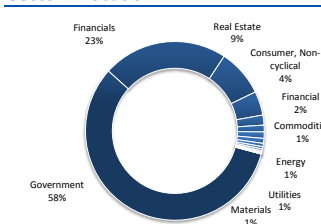
## Asset Allocation



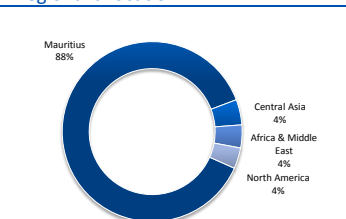
## Currency Mix



## Sector Allocation



## Regional allocation



## Fund Manager Commentary

The Net Asset Value (NAV) of the Fund moved from Rs10.71 to Rs10.79 during the month, equivalent to a return of 0.7%, while the benchmark yielded 0.3% over the same period.

Local equity indices posted mixed returns over the month. The SEMDEX and DEMEX closed at 2,287.85 points and 239.45 point each, posting MoM returns of -0.2% and 1.5% respectively. The top three gainers for the month were Phoenix Beverages, Medine Ltd and Lottotech Ltd with respective performances of 6.2%, 5.6% and 4.7%. The top three losers were NMH Ltd, Terra Mauricia Ltd and UPB with a corresponding performances of -4.8%, -4.8% and -4.6%.

The weighted average yields for 91-day remained flat at 2.81% over the month while the 182-day Government of Mauritius Treasury bills moved to 3.73% against 2.52% in its preceding issue. The yield on 364-Day Treasury Bills rose from 3.49% to reach 3.82% during the month. There was no new issues of the 3- and 5-year GoM Note over the month with the corresponding yields remaining flat at 3.29% and 4.65%. The yield on the 10-year GoM increased from 4.47% to 5.58%. The 15- and 20-year GoM Bond remained flat at 5.21%, and 5.55% as there were no bond issue.

Globally the MSCI World and MSCI Emerging markets indexes ended in negative territory with respective returns of -2.42% and -2.03% in USD terms. Global equity markets declined due to worries about rising inflation, interest rate hikes and geopolitical tensions.

US equities underperformed during the month with the S&P 500 index returning -2.69% due to concerns over inflation and fears about the US-China trade sanctions. The Federal Reserve, under Jerome Powell's new leadership, raised the rates by 25 basis points in March, to a target range of 1.50% to 1.75% and projects two further hikes in the current year.

Emerging market equities, in general, outperformed its counterparts with the MSCI Emerging markets and MSCI Emerging Frontier markets Africa excluding South Africa, registering returns of -2.03% and 1.71% in USD despite a rise in market volatility stemming from tensions over global trade. Chinese macroeconomic data remained broadly stable, albeit there were on-going signs of a gradual slowing in momentum, with the official PMI rising to 51.5 from 50.3 in February, while non-manufacturing PMI rose to 54.6 from 54.4 in February. BSE 500 index returned -3.71% in INR terms due to market fears arisen from the fraud in the National Bank of Punjab. The Indian state elections also influenced the Indian market sentiment with the current ruling party, Bharatiya Janata Party, losing most votes in Nagaland and Meghalay.

## Investment options &amp; Contact details

Lump Sum	Minimum MUR 1000
Monthly Savings Plan	Minimum MUR 500
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