

SBM Africa Value Fund

31 May 2018

NAV per unit

USD 102.83

Fund Objective

SBM Africa Value Fund is an open-ended fund constituted as a sub-fund under the SBM International Funds Ltd. It is duly authorised under the Securities Act 2005 and regulated by the Financial Services Commission. The investment objective of the Fund is to achieve long-term capital growth primarily through investment in the securities of issuers established in or who derives most of its revenue in the African continent.

Risk Profile

Low	Low to Moderate	Moderate	Moderate to High	High
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Fund Profile

Inception Date:	Feb-16
Fund Size:	USD 1.6 M
Umbrella Fund:	SBM International Funds Ltd
Distribution:	N/A
Dealing Frequency:	Daily
Management Fee:	Class A - 2%; Class I - 1.25%
Entry Fee:	Class A - 3%; Class I - 1%
Exit Fee:	Class A - 1%; Class I - 1%

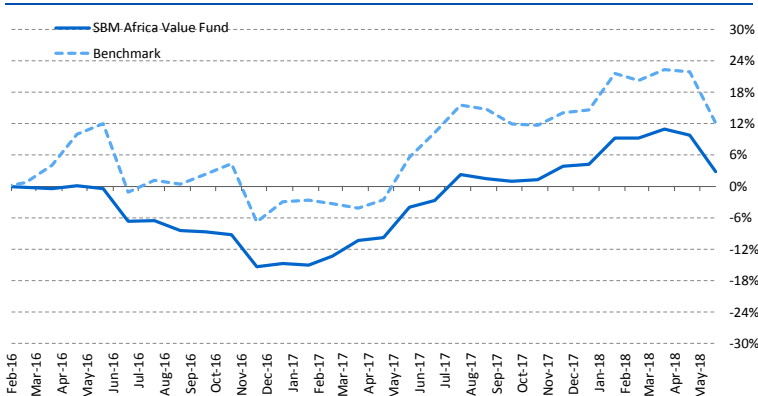
Fund Facts

Fund Manager	SBM Mauritius Asset Managers Ltd
Benchmark	MSCI EFM Africa - ex ZA
Investment Adviser	Silk Invest Limited
Fund Administrator	SBM Fund Services Ltd
Auditors	Ernst & Young
Custodian	SBM Bank (Mauritius) Ltd

Top 10 Holdings

	% Net Assets
VANECK VECTORS AFRICA INDEX ETF	19.0%
SAFARICOM LTD	5.4%
KENYA COMMERCIAL BANK LTD	4.4%
AFREXIM BANK	4.3%
UNITED BANK FOR AFRICA PLC	4.2%
GUARANTY TRUST BANK LTD	4.0%
ZENITH BANK LTD	3.8%
SONATEL	3.8%
DANGOTE CEMENT PLC	3.7%
Six of October Development & I	3.5%
TOTAL	56.1%

Cumulative Performance



Cumulative Return

	1 M	3 M	6 M	YTD	1Y	Launch	Annualized
Fund	-6.4%	-5.8%	-1.0%	-1.3%	7.0%	2.8%	1.2%
Benchmark	-8.0%	-6.8%	-1.7%	-2.2%	6.2%	12.1%	5.0%

Financial Year Return

	2016	2017
Fund	-6.7%	4.3%
Benchmark	-1.1%	11.4%

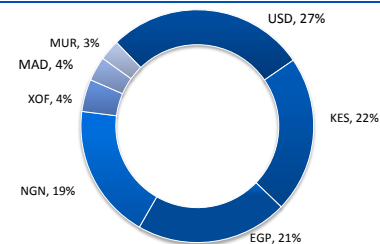
*All returns are calculated assuming dividends are reinvested.

Risk Metrics

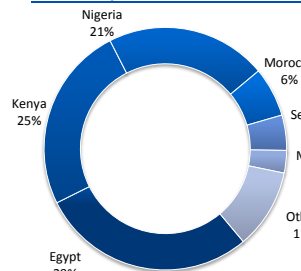
Volatility p.a.	1Y
Fund	15.0%
Benchmark	15.3%

Tracking Error	1Y
Fund	4.7%

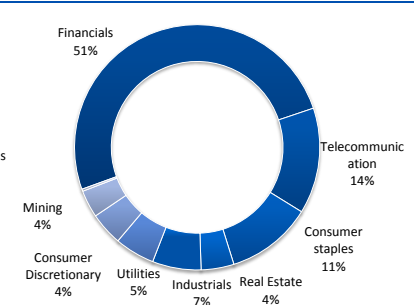
Currency Mix



Country Allocation



Sector Allocation



Fund Manager Commentary

The Fund's NAV/share stood at USD 102.83 as at end of May 2018. African equities represented 84.1% of the Fund's assets and the remaining 15.1% was held as cash. African markets fell sharply during the month - the MSCI EFM Africa ex ZA dropped by -8.0% M2M in USD terms.

The Nigerian index plunged to a level not seen since in January of this year. Yields on Nigeria's treasuries have plummeted to around 12% from 18% a year ago due to government initiative to cut borrowing costs and rise in U.S. interest rate - this has prompted investors to retire from local assets. Banking and consumer stocks were particularly hit. In parallel, Nigeria's central bank kept its main interest rate unchanged at 14% despite decelerating inflation.

Kenya is looking to implement a 35% corporate tax for companies on annual income of more than KES 500mn. The draft still needs to be approved by parliament and could therefore represent the highest corporate tax rate in the region. Also, inflation rose to 3.95% year-on-year in May from 3.73% the previous month - within government's target range.

Investment options & Contact details

Lump Sum	Class A - USD 500; Class I - USD 300,000
Min Subsequent Investment:	Class A - USD 200; Class I - USD 50,000
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