

SBM Yield Fund

31 August 2018

NAV per share

MUR 10.57

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 126.3M
Issue / Redemption:	10 th , 20 th and end of each month
Distribution:	Yearly (each financial year end)
Management Fee:	0.85% p.a
Entry Fee:	0.50%
Exit Fee:	0.50%

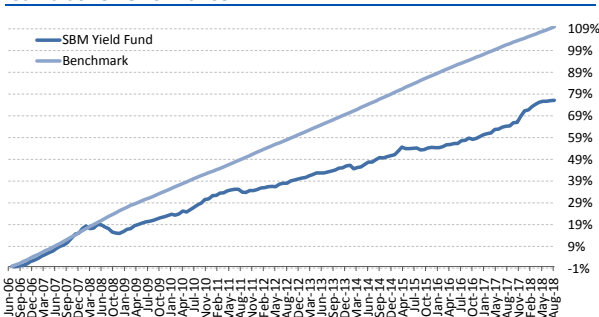
Fund Facts

Fund Manager	SBM Mauritius Asset Managers Ltd
Benchmark	60% GOM 3Y Notes + 40% Barclays Agg Bond Index
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	12.7%
Government of Mauritius Bond 22/07/2036	7.1%
Government of Mauritius Bond 22/01/2033	4.7%
SBM Maharaja Bond Fund	4.2%
15Y Inflation Indexed Bond 2030	4.2%
Government of Mauritius Bond 15/01/2036	4.1%
SBM Masala Bond Note - Series B MUR	4.0%
Ciel Note	4.0%
Evaco Ltd - Floating Rate Notes	3.7%
15Y Inflation Indexed Bond 2033	3.2%
TOTAL	51.9%

Cumulative Performance



Risk Metrics

Volatility p.a.	1Y	3Y	5Y
SBM Yield Fund	1.9%	1.4%	1.6%
Benchmark	0.0%	0.1%	0.2%

Fund vs Benchmark	1Y	3Y	5Y
Tracking error	1.9%	1.5%	1.6%
Correlation	-0.3	-0.4	-0.2
Beta	-19.0	-4.8	-2.0

Investment options & 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	YTD	1Y	3Y	5Y	Launch	Annualized
Fund	0.0%	0.3%	2.8%	7.1%	14.8%	22.6%	76.3%	4.8%
Benchmark	0.3%	1.0%	2.5%	3.8%	13.3%	25.7%	110.2%	6.3%

Financial Year Return

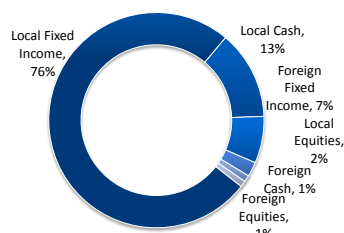
	2011	2012	2013	2014	2015	2016	2017	2018
Fund	7.5%	1.8%	3.7%	3.6%	4.3%	1.4%	4.8%	7.3%
Benchmark	6.0%	6.0%	5.6%	5.4%	5.3%	4.8%	4.3%	3.8%

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

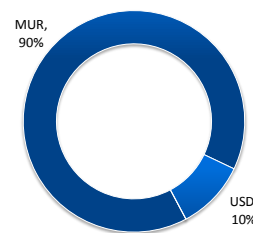
Distributions

	2011	2012	2013	2014	2015	2016	2017	2018
Dividend per unit	0.44	0.41	0.41	0.15	0.30	0.32	0.33	0.33
Dividend Yield	4.2%	4.0%	4.0%	1.5%	2.9%	3.1%	3.2%	3.0%

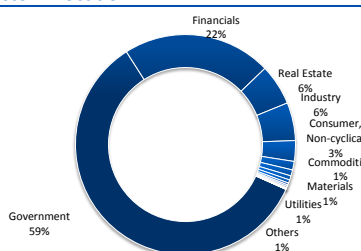
Asset Allocation



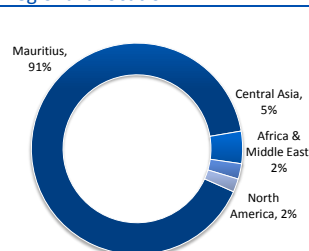
Currency Mix



Sector Allocation



Regional allocation



Fund Manager Commentary

The Net Asset Value (NAV) of the Fund stood at Rs10.57 as at end of August 2018, representing a return of 0.02% over the month, while the benchmark yielded 0.34% over the same period.

The weighted average yield on 91-day Government of Mauritius Treasury Bills rose from 3.48% to 3.49% over the month and the 182-day Government of Mauritius Treasury Bills increased to 3.63% against 3.55% in the preceding issue. The yield on Government of Mauritius 364-Day Treasury Bills also rose from 3.65% to 3.73%. The yield on the 3-year GoM Notes increased from 4.16% to 4.25% while the 5-year GoM yield decreased from 4.87% to 4.85%. The 10-, 15- and 20-year GoM Bonds remained flat at 5.35%, 5.21% and 6.22% respectively as there was no bond issuance.

On the global bond front, the Barclays Global Aggregate Index and JP Morgan Aggregate Bond Index returned 0.10% and 0.13% respectively, in USD terms, during the month. The 10-year U.S. government yield reached 2.84% while the 10-year Italian government bond yield was at 3.20%. The Bank of England (BoE) raised interest rates by 25 bps and does not foresee any subsequent rate hike in the near future. The Bank of Japan decided to tweak its monetary policy framework by introducing forward guidance on its policy rate and by increasing the flexibility of its yield curve control by doubling the range of fluctuation around its 0% target, from 10bps to 20bps.

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