

SBM Africa Value Fund

30 September 2018

NAV per Share

USD 92.93

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 |
|-----|-----------------|----------|------------------|------|

Fund Profile

| | |
|--------------------|-------------------------------|
| Inception Date: | Feb-16 |
| Fund Size: | USD 1.5M |
| 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% |

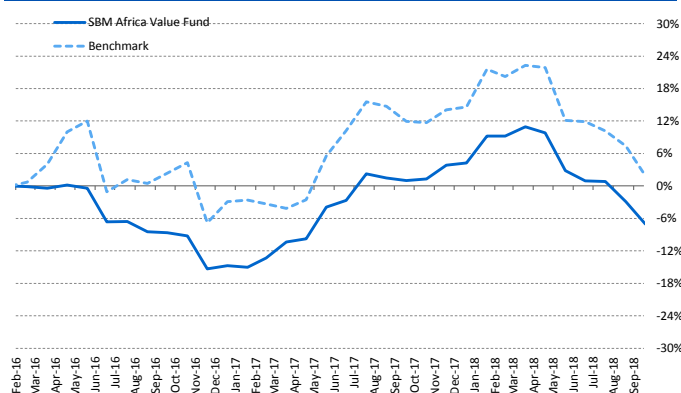
Fund Facts

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

Top 10 Holdings

| | % Net Assets |
|-----------------------------|--------------|
| Silk African Lions | 8.9% |
| Safaricom Ltd | 5.1% |
| Afrexim Depository Receipts | 4.2% |
| Kenya Commercial Bank Ltd | 4.1% |
| Guaranty Trust Bank Ltd | 4.0% |
| Dangote Cement Plc | 4.3% |
| Sanlam Ltd | 4.2% |
| Nestle Nigeria Plc | 3.8% |
| United Bank for Africa Plc | 4.1% |
| Zenith Bank Ltd | 3.5% |
| TOTAL | 46.2% |

Cumulative Performance



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 |
| Address | SBM Mauritius Asset Managers Ltd Level 12, Hennessy Tower Pope Hennessy Street, Port Louis |

Disclaimer: The information contained in this e-mail message, report, communication, letter, publication, and any attachment thereto, is strictly for information purposes only and is confidential and may not be disclosed without our express permission. It does not constitute an offer, or a solicitation of an offer, to purchase or sell any investment or other specific product by SBM Mauritius Asset Managers Ltd ("SBM MAM"). Although all information and opinions stated in this document are based on sources deemed to be reliable and in good faith, no representation or warranty, expressed or implied, is made or should be construed as to its accuracy and completeness. All information and views stated therein may be changed without any notification. The reader will bear in mind that certain services and products are subject to legal limitations and cannot be proposed on an unrestricted basis. Investors are reminded that past performance is not an indication of future performance. The price, value or income of the investment can go up or down. You are advised to consult your professional advisor before taking any decision or making an investment. SBM MAM disclaims all liability as regards any direct or consequential loss arising from any use of this message or the information contained therein.

Cumulative Return

| | 1 M | 3 M | 6M | YTD | 1Y | Launch | Annualized |
|-----------|-------|-------|--------|--------|-------|--------|------------|
| Fund | -4.3% | -8.0% | -16.2% | -10.8% | -8.0% | -7.1% | -2.7% |
| Benchmark | -5.1% | -9.0% | -16.7% | -11.1% | -9.0% | 1.9% | 0.7% |

Financial Year Return

| | 2016 | 2017 | 2018 |
|-----------|-------|-------|------|
| Fund | -6.7% | 4.3% | 3.7% |
| Benchmark | -1.1% | 11.4% | 1.5% |

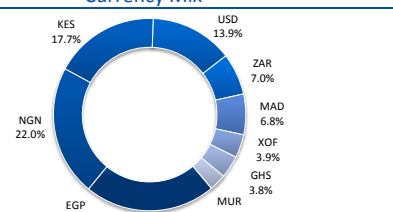
*All returns are calculated assuming dividends are reinvested.

Risk Metrics

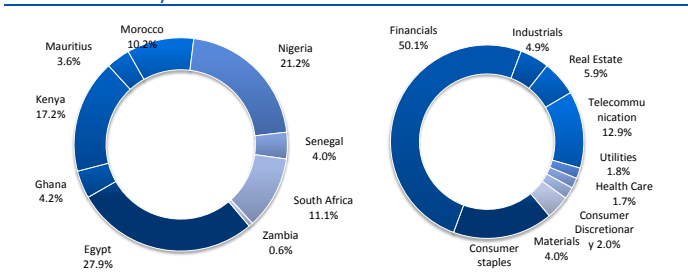
| Volatility p.a. | 1Y |
|-----------------|-------|
| Fund | 19.1% |
| Benchmark | 22.1% |

| Tracking Error | 1Y |
|----------------|------|
| Fund | 3.8% |

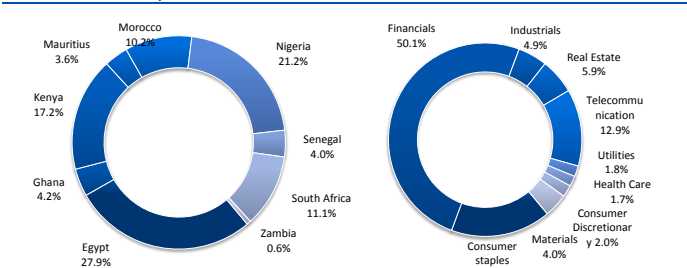
Currency Mix



Country Allocation



Sector Allocation



Fund Manager Commentary

The Fund's NAV/share stood at USD 92.93 as at end of September 2018. African equities represented 94.5% of the Fund's assets and the remaining 5.5% was held as cash. African markets fell during the month - the MSCI EFM Africa ex ZA dropped by -5.1% M2M in USD terms.

Kenya's inflation rate rose to the highest in almost a year as a new tax on fuel drove up consumer prices. Annual inflation accelerated to 5.7% this month compared to 4.0% in August, according to the Kenya National Bureau of Statistics - the highest rate since October 2017. Prices advanced 1% in the month. While value-added tax on fuel was halved to 8% three weeks after its implementation on September 1, the Monetary Policy Committee cited its broader effects as a key concern for inflation.

Zambia's finance minister delivered the 2019 budget in September 2018 against an austere economic backdrop. The main macroeconomic objectives are to: attain an annual GDP growth rate of at least 4%; sustain inflation within the 6%-8% range; raise FX reserves to at least three months of import cover (currently at two months); increase domestic revenue to no less than 18% of GDP; and reduce the fiscal deficit to 6.5% of GDP (the current 2018 expectation is -7.4%).

| | |
|-----------|-------------------------------|
| Telephone | 202-1111 / 202-1763/ 202-1448 |
| Fax | 210-3369 |
| E-mail | sbm.assetm@sbmgroup.mu |
| Website | nbfc.sbmgroup.mu/mam |