

# SBM Africa Value Fund

31 October 2018

NAV per Share

USD 86.78

## 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 1.4M
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%

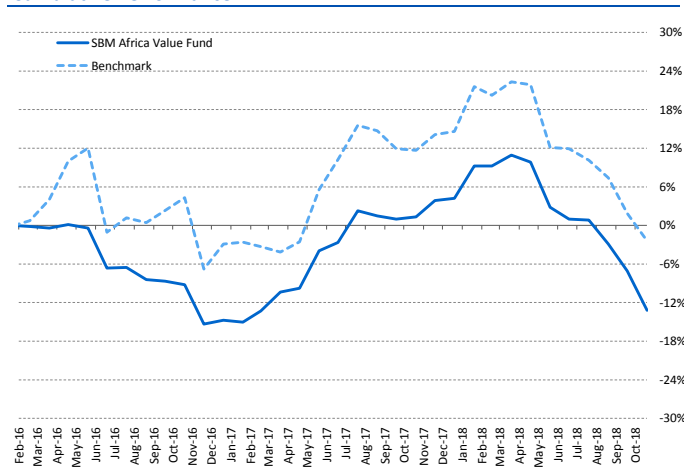
## Fund Facts

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	8.8%
Safaricom Ltd	5.2%
Guaranty Trust Bank Ltd	4.6%
Dangote Cement Plc	4.5%
Zenith Bank Ltd	4.4%
Afrexim Depository Receipts	4.4%
Kenya Commercial Bank Ltd	4.3%
Nestle Nigeria Plc	4.2%
Sanlam Ltd	3.9%
United Bank for Africa Plc	3.8%
<b>TOTAL</b>	<b>48.1%</b>

## Cumulative Performance



## Cumulative Return

	1 M	3 M	6M	YTD	1Y	Launch	Annualized
Fund	-6.6%	-13.9%	-21.0%	-16.7%	-14.3%	-13.2%	-5.0%
Benchmark	-4.2%	-11.4%	-19.9%	-14.8%	-12.6%	-2.4%	-0.9%

## 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.

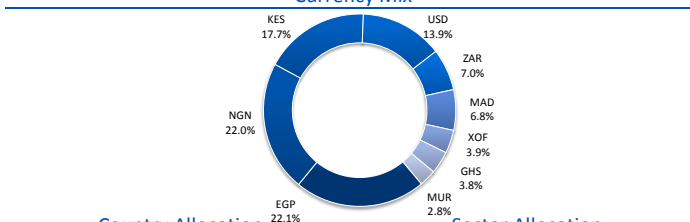
## Risk Metrics

Volatility p.a.	1Y
Fund	25.4%
Benchmark	27.6%

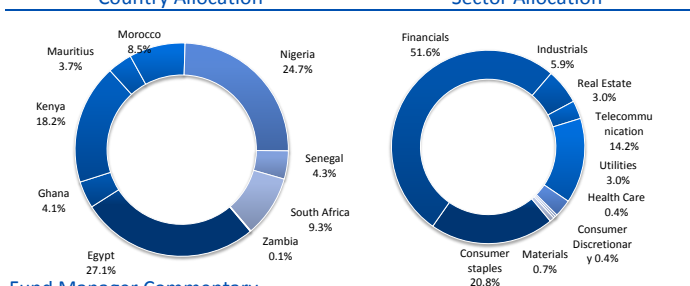
## Tracking Error

	1Y
Fund	4.5%

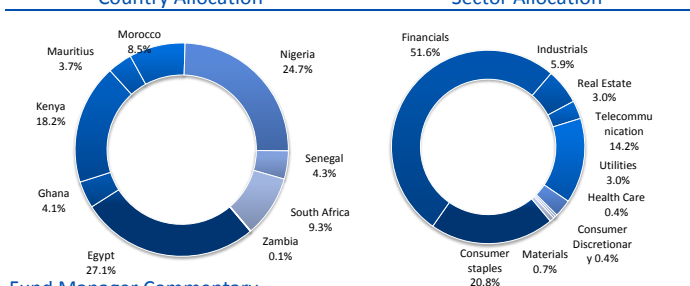
## Currency Mix



## Country Allocation



## Sector Allocation



## Fund Manager Commentary

The Fund's NAV/share stood at USD 86.78 as at end of October 2018. African equities represented 94.6% of the Fund's assets and the remaining 5.4% was held as cash. African markets fell during the month - the MSCI EFM Africa ex ZA dropped by -4.2% MoM in USD terms.

October was a challenging month for global equity markets with developed, emerging and frontier markets closing in negative territories. Rising Fed rate, weakening currencies and global trade uncertainty added constant pressure to emerging and frontier equity markets. As an indication, the MSCI World, MSCI EM and MSCI FM fell by 7.3%, 8.7% and 3.5% respectively.

The Kenyan stock market rose by 6.4% in USD terms following the sharp correction in September. Inflation picked up to 5.5% in October compared to 4.0% in August, largely on account of the 16% VAT on all petroleum products. Growth in GDP is expected to continue on a steady recovery path, and is anticipated to average 5.8% in 2019 and reach 6.6% in 2021. The upward trajectory in growth is a result of the suspended investment plans in 2017, owing to the protracted election environment.

Nigeria saw its stock market dropped by -1.6% in USD terms in October. Inflation is expected to average 12.5% in 2018 to slow down to 11% in 2019. The naira will bode well given that any weaknesses will be balanced by central bank intervention.

## 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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