

SBM Yield Fund

31 October 2018

NAV per share

MUR 10.62

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 136.9M
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%

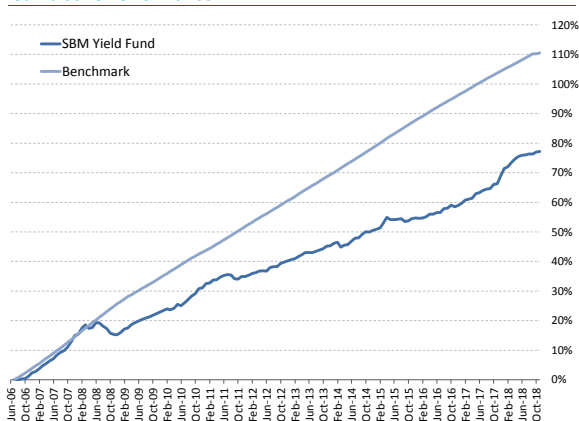
Fund Facts

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	14.7%
Government of Mauritius Bond 11/05/2038	10.6%
Government of Mauritius Bond 22/07/2036	9.2%
Government of Mauritius Bond 22/01/2033	6.1%
SBM Maharaja Bond Fund	5.4%
15Y Inflation Indexed Bond 22/05/2030	5.4%
Government of Mauritius Bond 15/01/2036	5.4%
Ciel Note 02/02/2025	5.2%
SBM Masala Bond Note - Series B MUR 31/12/2019	5.1%
Evaco Ltd - Floating Rate Notes 16/06/2021	4.9%
TOTAL	71.9%

Cumulative Performance



Risk Metrics

Volatility p.a.	1Y	3Y	5Y
SBM Yield Fund	1.88%	1.42%	1.58%
Benchmark	0.34%	0.24%	0.26%

Fund vs Benchmark	1Y	3Y	5Y
Tracking error	1.90%	1.47%	1.64%
Correlation	4.93%	-15.98%	-15.45%

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	6M	YTD	1Y	3Y	5Y	Launch	Annualized
Fund	0.1%	0.5%	1.0%	3.3%	6.6%	14.7%	22.1%	77.2%	4.7%
Benchmark	0.2%	0.5%	1.5%	2.7%	3.4%	12.6%	24.9%	110.6%	6.2%

Financial Year Return

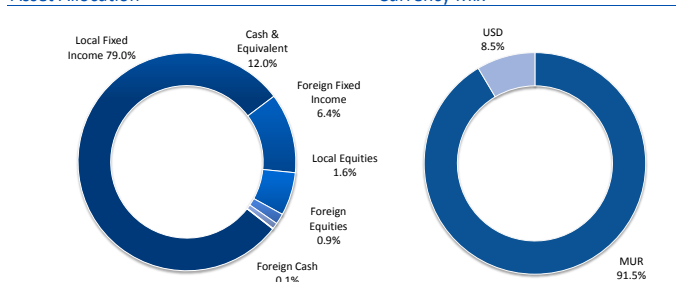
	2011	2012	2013	2014	2015	2016	2017	2018
Fund	7.5%	1.8%	3.7%	3.6%	4.3%	1.4%	4.8%	7.3%
Benchmark	6.0%	6.0%	5.6%	5.4%	5.3%	4.8%	4.3%	3.8%

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

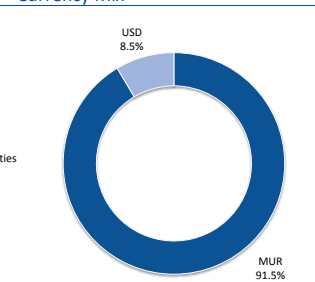
Distributions

	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%

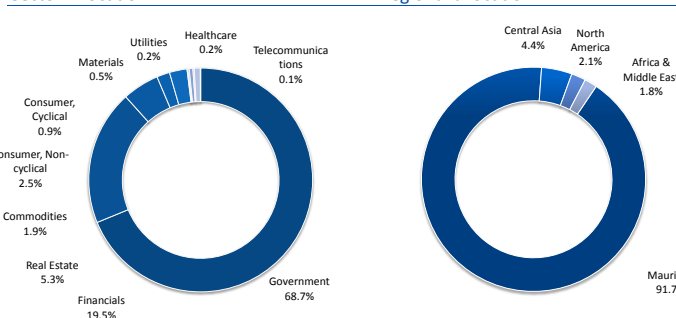
Asset Allocation



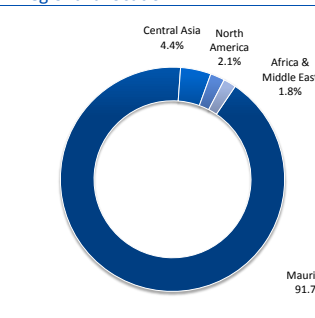
Currency Mix



Sector Allocation



Regional allocation



Fund Manager Commentary

The Net Asset Value (NAV) of the Fund stood at MUR 10.62 as at end of October 2018, representing a return of 0.1% over the month, while the benchmark yielded 0.2% in MUR terms over the same period.

The weighted average yield from the primary issue of 91-day and 182-day Government of Mauritius Treasury Bills fell to 3.45% and 3.52% from the preceeding issues by 4 basis points and 16 basis points respectively. The yield on 364-Day Treasury Bills rose by 13 basis points to 3.80% during the month. There was no issue of 10-, 15- and 20-year GoM bonds. The yield on the 3-year GoM Note rose from 4.45% to 4.54% and the 5-year GoM Bonds by 28 basis points to 5.13% from its last issue in August 2018.

On foreign markets, U.S. 10-year Treasury yield peaked to 3.2% during the month, before settling at 3.14% end of the month. Developed market central banks outside the U.S. generally kept interest rates unchanged. The European Central Bank (ECB) maintained rates on the main refinancing operations; the interest rate on the marginal lending facility and the deposit facility at 0.00%, 0.25% and -0.40% respectively. The ECB remains on its course to end its net asset purchases by the end of 2018. The Bank of England (BoE) maintained its bank rate at 0.75% in view of sustaining growth and employment and meeting with the 2% inflation target. Bank of Japan (BoJ) also maintained its repo rate at -0.1% during its monetary policy committee meeting in October, and is reported to continue aiming at achieving a price stability target of 2%.

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