

SBM Growth Fund

30 June 2021

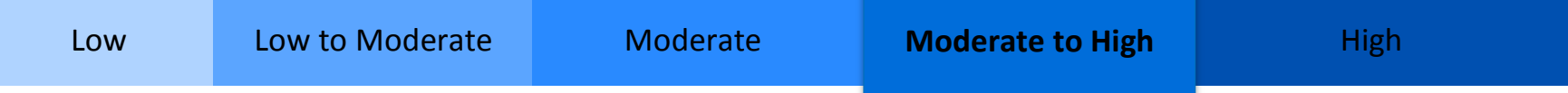
NAV per Share

MUR 13.51

Fund Objective

SBM Growth Fund is an open-ended fund constituted as a Trust under the SBM Investment Unit Trust. It is duly authorised under the Securities Act 2005 and regulated by the Financial Services Commission. The investment objective of the Fund is to seek significant long-term capital growth by investing in a broadly diversified portfolio comprising of equity and equity related securities in both the local and foreign stock markets.

Risk Profile



Fund Profile

Inception Date	Feb-16
Fund Size	MUR 144.7M
Dealing Frequency	Daily
Distribution	Yearly (each financial year end)*
Management Fee	1.00% p.a.
Entry Fee	1.00%
Exit Fee	1% up to Yr 2 0.75% in Yr 3 0.5% in Yr 4 0.25% in Yr 5 Nil after Yr 5

*Depending on distributable income

Fund Facts

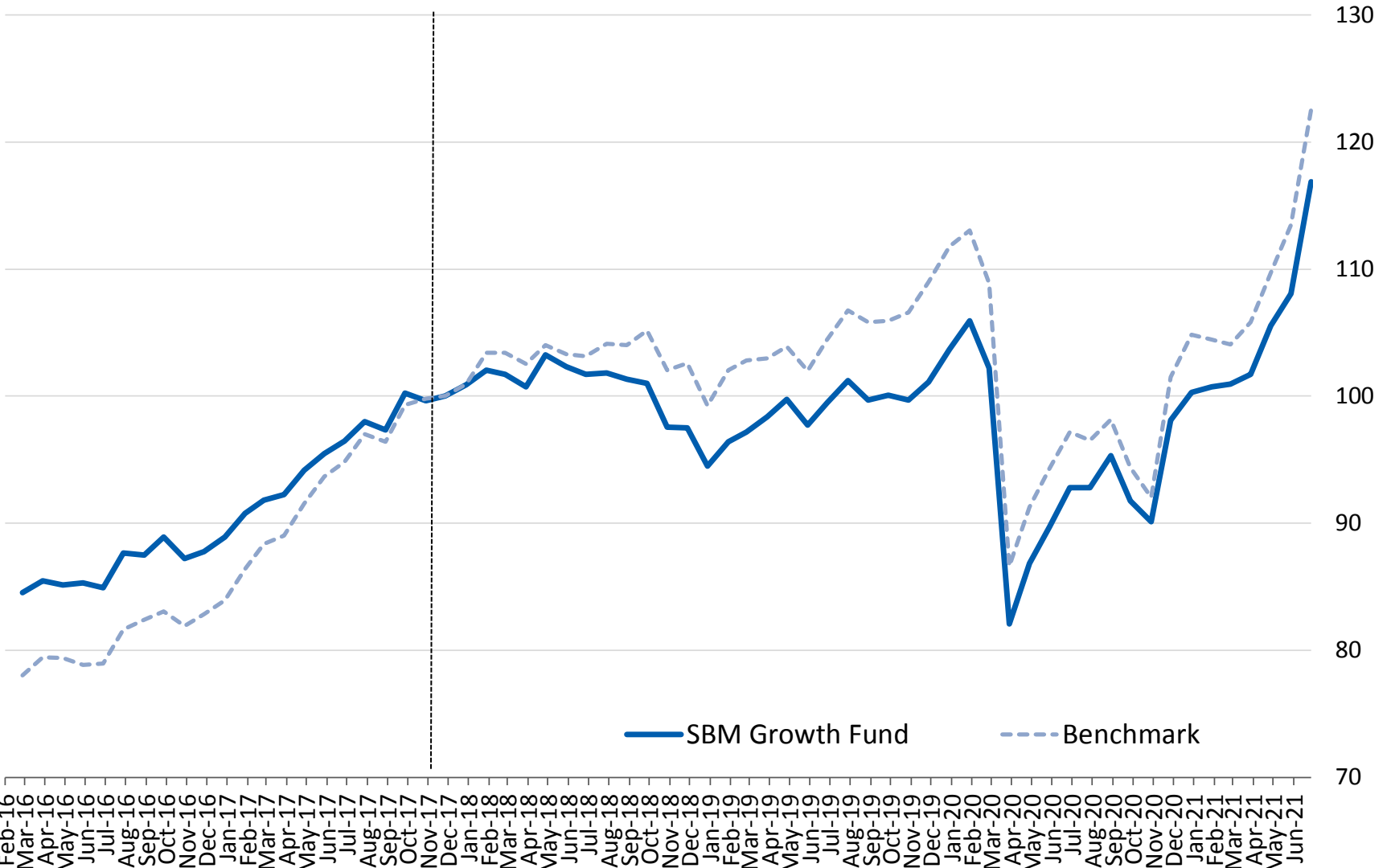
Fund Manager	SBM Mauritius Asset Managers Ltd
Benchmark	60% SEMTRI + 40% MSCI All Countries World (USD)**
Fund Administrator	SBM Fund Services Ltd
Auditors	Deloitte
Custodian	SBM Bank (Mauritius) Ltd

**Converted in MUR

Top 10 Holdings

	% Net Assets
MCB Group Ltd	18.1%
Vanguard S&P 500 ETF	5.8%
SBM Holdings Ltd	5.2%
iShares MSCI ACWI ETF	5.0%
iShares MSCI World ETF	4.5%
Ascencia	4.2%
MSS US Advantage "A" Acc	4.1%
Fidelity Asia Pacific Opportunities "A" (USD) Acc	4.1%
IBL Ltd	4.0%
Fidelity European Dynamic Growth "A" (EUR) Acc	3.8%
Total	58.8%

Performance (Rebased on 100, Nov 2017*)



* Merger of SBM Growth Fund and SBM Global Fund

Risk Adjusted Metrics

Volatility p.a.	1Y	3Y
Fund	12.7%	15.5%
Benchmark	14.2%	16.1%

Fund vs Benchmark	1Y	3Y
Tracking Error p.a.	2.9%	2.5%
Correlation	98.2%	98.9%
Beta	0.88	0.97
Regression Alpha*	2.1%	-1.7%

*Annualised

Cumulative Return

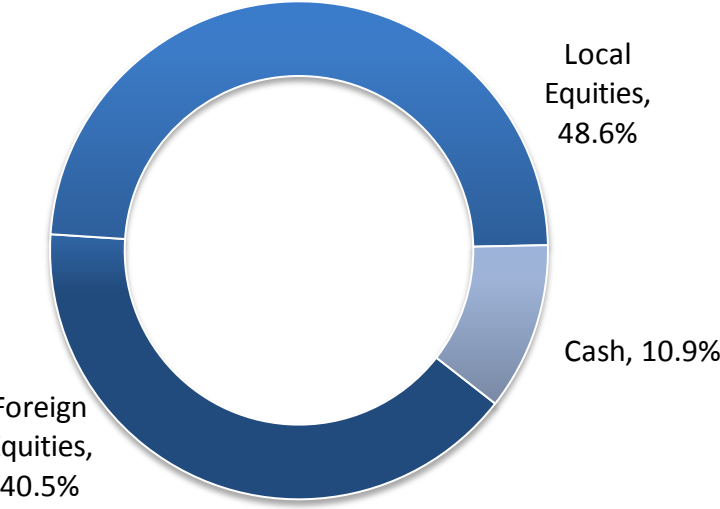
	1M	3M	6M	YTD	1Y	2Y	3Y	5Y	Inception	Annualised
Fund	8.2%	14.9%	16.5%	16.5%	26.0%	17.5%	14.9%	37.7%	35.1%	5.7%
Benchmark	8.0%	15.8%	16.9%	16.9%	26.1%	17.3%	18.8%	55.3%	55.5%	8.5%

Financial Year Return

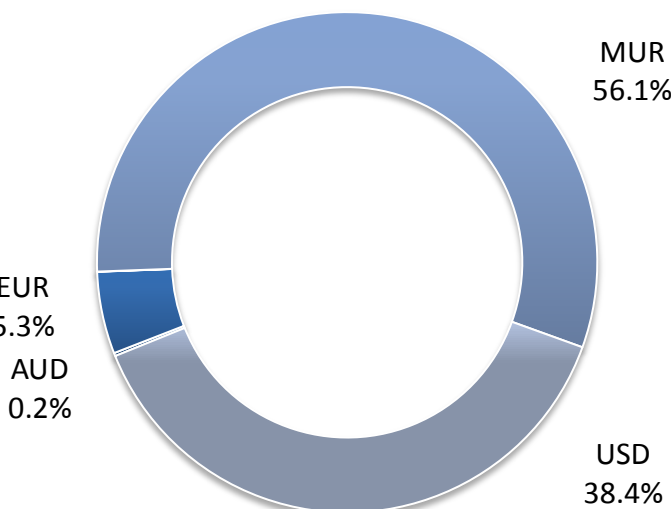
	2017	2018	2019	2020	2021
Fund	13.6%	5.5%	-2.2%	-6.7%	26.0%
Benchmark	20.2%	8.7%	1.3%	-7.0%	26.1%

*All returns are calculated assuming dividends are reinvested.

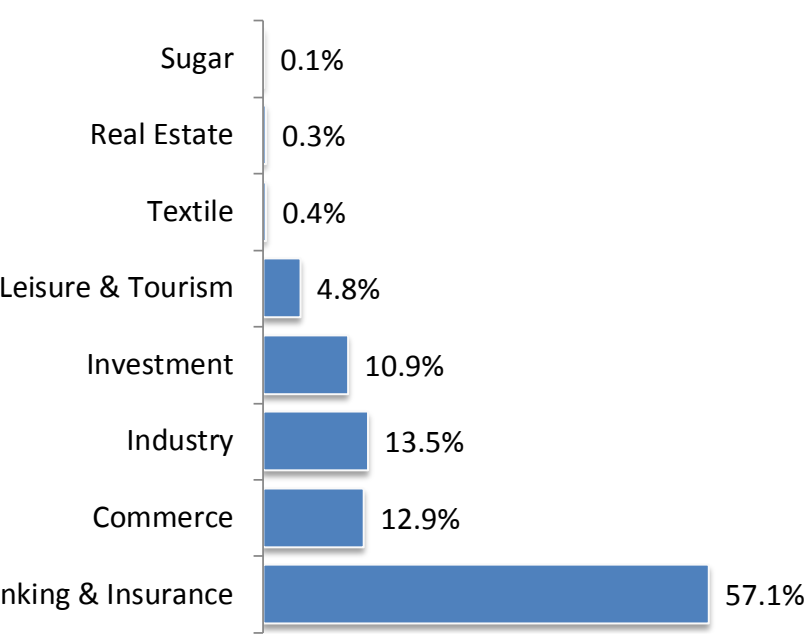
Asset Allocation



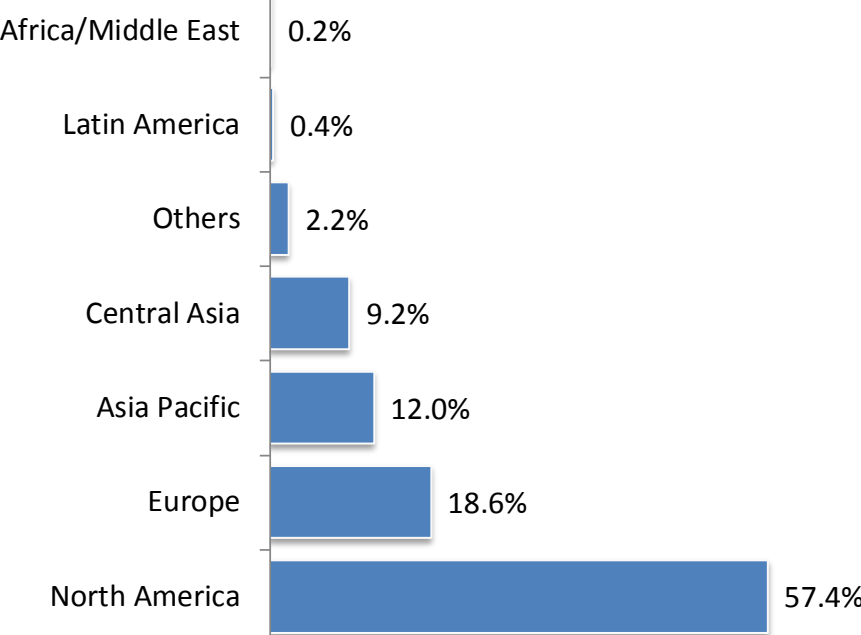
Currency Mix



Sector Allocation (Local Equities)



Country Allocation (Foreign Equities)



Market Commentary

The Net Asset Value per unit (NAV) of the Fund increased from MUR 12.49 in May to MUR 13.51 in June, equivalent to a return of 8.2%, while the benchmark posted 8.0%.

Local equity indices posted strong performances during the month, with the SEMDEX and DEMEX closing at 1,863.22 and 284.38 points, equivalent to respective returns of 8.7% and 7.7%. The main leaders, that is, companies which contributed to the positive performance of the SEMDEX were MCBG, SBMH and MEDINE while on the downside the main laggards were NIT, MUAL and ASL. The top three price gainers were NMH (+40.2%), SUN (+39.6%) and MTMD (+25.2%) and the top three price losers were ASL (-4.8%), NIT (-4.5%) and UDL (-1.6%). The price-earnings ratio and dividend yield of the SEMDEX stood at 12.92x and 2.11%, respectively, as at 30 June against corresponding figures of 12.03x and 2.20% as at 31 May. Net foreign disinvestments of MUR 225.3Mn were driven by the sell-offs in MCBG, PBL and AFREXIM.

International equities continued its positive monthly streak for the fifth consecutive month as successful vaccination rollouts and pent-up consumer demand fueled economic recoveries across major economies - MSCI World index posted a return of 1.4% MoM.

The S&P500 index advanced by 2.2% as the new US infrastructure bill stoked economic optimism. Despite strong labour and housing data, concerns about high valuations and the spread of the highly infectious Covid-19 strain spurred caution among investors. The IHS Markit Purchasing Managers’ Index (PMI) remained unchanged at 62.1 in June. Although remaining strong, expansions in output and new orders eased from May’s historic high.

Eurostoxx 50 index added 0.6% in June as the spread of the delta variant and the persistent concerns on rising inflation capped gains. The CAC 40 and DAX indices registered respective returns of 0.9% and 0.7% during the month while the FTSE MIB index shed -0.3%. Growth in the manufacturing sector hit a new record high in June as demand surged with further easing of Covid-19 restrictions – PMI edged up from 63.1 in May to 63.4 in June. In the UK, the FTSE 100 index posted only 0.2%. Despite the robust growth in output, new orders and employment, PMI fell to 63.9 in June against a previous month’s reading of 65.6.

Japanese equities continued to lag its global peers with the Nikkei 225 registering a return of -0.2% MoM with the slow vaccination campaign in Japan weighing on investor sentiment. The manufacturing sector growth continued to ease in June amid softer expansions in production and new orders; PMI fell from 53.0 in May to 52.4 in June. The ongoing supply chain disruptions translated into sharp rises in prices.

Emerging equities underperformed developed markets with the MSCI Emerging index posting a return of -0.1% in June. In China, the CSI 300 registered -2.0% MoM in local currency and -3.3% in USD terms as Sino-Western tensions and concerns over policy tightening weighed on investor sentiment. Chinese manufacturing sector grew at a modest pace with PMI falling to 51.3 in June against 52.0 in May as the recent uptick in Covid-19 cases and supply chain disruptions weighed on output. In India, the BSE Sensex gained 1.0% MoM. Growth in manufacturing activity slowed in June with PMI falling back into contraction territory – PMI slid to 48.1 in June (May 2021: 50.8). The intensification of the Covid-19 crisis in India and demand weakness adversely impacted output levels.

Investment options & Contact details

Lump Sum	Minimum MUR 2,000	Telephone	202-1111 / 202-3515 / 202-1260
Monthly Savings Plan	Minimum MUR 500	Fax	210-3369
Address	SBM Mauritius Asset Managers Ltd	E-mail	sbm.assetm@sbmgroup.mu
	Level 12, Hennessy Tower	Website	nbfc.sbmgroup.mu/mam
	Pope Hennessy Street, Port-Louis		

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