

Investment objective

The investment objective of the Fund is to seek significant long-term capital appreciation by investing in a diversified portfolio comprising of equities and equity-related securities in both the domestic and international stock markets. The Fund is suitable for investors who are risk-seekers and having a medium- to long-term investment horizon.

Fund facts

Investment Manager: SBM Mauritius Asset Managers Ltd

Fund Administrator: SBM Fund Services Ltd

Registry and Transfer Agent: SBM Fund Services Ltd

Custody: SBM Bank (Mauritius) Ltd

Auditor: Deloitte Mauritius

Benchmark: 40% SEMTRI + 60% MSCI AC World index*

Distribution: Subject to distributable income

Investor profile: Growth / Aggressive

*Applicable as from Jul-2021. Previous Benchmark: 60% SEMTRI + 40% MSCI AC World Index

Inception date: 4 Feb 2016

Fund size: MUR 148.9M

Base currency: MUR

Minimum one-off investment: MUR 2,000

Minimum monthly investment plan: MUR 500

Management fee: 1.00% p.a.

Entry fee: 1.00%

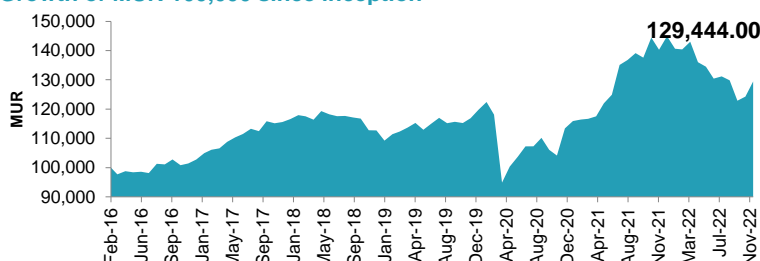
Exit fee: 1% up to Y2 | 0.75% in Y3 | 0.5% in Y4 | 0.25% in Y5 | Nil after Y5

Performance

Period	1M	3M	YTD	1Y	3Y	5Y	Launch	Annualised	2022	2021	2020	2019	2018	2017
Fund	4.2%	-0.3%	-10.7%	-7.7%	10.8%	12.0%	29.4%	3.8%	-3.5%	26.0%	-6.7%	-2.2%	5.5%	13.6%
Benchmark	4.8%	0.6%	-8.4%	-4.4%	12.6%	22.8%	55.8%	6.7%	-0.4%	26.1%	-7.0%	1.3%	8.7%	20.2%

Note: Fund performance is calculated on indicative NAV to NAV. The performance of the index is based on a blended benchmark comprising of 60% MSCI AC World index (MUR) and 40% SEMTRI, and rebalanced monthly. Past performance is not indicative of future results. The benchmark return is computed in MUR terms. Annual returns are for the financial year of the Fund, that is, June.

Growth of MUR 100,000 since inception



Fund statistics

Period	1Y	3Y	5Y	Launch
Correlation	0.99	0.99	0.99	0.98
Regression alpha (%)	-3.81	-0.40	-1.95	-3.49
Beta	0.89	0.95	0.96	0.96
Annualised volatility	10.5%	16.6%	13.2%	11.6%
Annualised tracking error	1.8%	2.2%	2.2%	2.2%

Relative metrics such as alpha, beta and tracking error are computed against the composite index.

Asset allocation

Asset class	% Fund	Top 5 countries	% Fund	Top currency	% Fund
International Equities	57.6%	Mauritius	38.5%	Mauritian Rupee	40.5%
Domestic Equities	38.5%	United States of America	36.3%	US Dollar	54.8%
Cash	3.9%	India	4.1%	Euro	4.7%
Total	100.0%	United Kingdom	1.8%	Total	100.0%
		France	1.8%		
		Total	82.4%		

Domestic sectors	% Fund	Top 10 international industries	% Fund
Banking & Insurance	19.3%	Software & Services	5.6%
Commerce	5.5%	Semiconductors & Equipment	5.4%
Industry	4.7%	Pharmaceuticals, Biotech & Life Sciences	5.0%
Investment	3.9%	Banks	4.1%
Leisure & Tourism	2.8%	Capital Goods	3.8%
Property	2.3%	Health Care Equipment & Services	3.3%
Total	38.5%	Materials	3.0%
		Energy	2.7%
		Technology Hardware & Equipment	2.6%
		Media & Entertainment	2.5%
		Total	38.0%

Asset allocation (continued)

Top 10 holdings	% Fund
MCB Group Ltd	12.4%
SPDR S&P 500 ETF Trust	4.9%
Vanguard TOT World STK ETF	4.6%
Vanguard S&P 500 ETF	4.6%
Fidelity Asia Pacific Opportunities "A" (USD) Acc	4.5%
IBL Ltd	4.4%
iShares MSCI ACWI ETF	4.4%
iShare Core MSCI World UCITS	4.1%
SBM Holdings Ltd	4.1%
iShares MSCI World ETF	4.1%
Total	52.1%

Top 10 international holdings *	% Fund
Apple Inc.	1.8%
Microsoft Corp	1.7%
Alphabet Inc - Class A	0.9%
Amazon.com Inc	0.7%
NVIDIA Corp	0.6%
ASML Holding NV	0.6%
HDFC Bank Limited	0.5%
UnitedHealth Group Inc	0.5%
Taiwan Semiconductor Manufacturing Co Ltd	0.5%
Thermo Fisher Scientific Inc	0.4%
Total	8.3%

* Look-through of foreign investments

Market comments

The Net Asset Value per unit (NAV) of the Fund rose from MUR 12.43 in October to MUR 12.94 in November, equivalent to a return of 4.2% while the benchmark posted 4.8%.

Local indices closed marginally lower in November with the SEMDEX and DEMEX ending the month at 2,053.32 and 267.30 points, equivalent to respective returns of -0.1% and -1.0%. The main leaders, that is, companies which contributed to the positive performance of the SEMDEX were ALTG, SBMH and CIEL while the main laggards were MCBG, MUAL and PBL. The top three price gainers were ALTG (+20.0%), MCFI (+16.9%) and MTMD (+13.6%) while the main detractors were POLICY (-24.8%), MDIT (-17.9%) and HWF (-10.5%). The price-earnings ratio and dividend yield of SEMDEX stood at 10.20x and 3.63%, respectively, as at 30 November against corresponding figures of 10.73x and 3.52% as at 31 October. During the month, foreigners turned net buyer on the local bourse to the tune of MUR 13M (vs. net outflow of MUR 353M in Oct-22), mainly driven by SBMH, ENLG and MEDINE.

International equities ended the month on a strong note mainly on account of expectations that the pace of rate hikes will ease after the latest comments from the Fed. The MSCI World index recorded a return of 6.8% MoM.

The S&P 500 index notched the second straight month of gains in 15 months after it registered a return of 5.4% in November. The rally was fuelled by Fed Chair Jerome Powell's comment that downshifts in the pace of rate hikes may come as soon as December. All the 11 major industry groups ended in positive territory, led by Materials, Industrials and Communication Services. Growth stocks continued to underperform with the S&P Growth index posting 5.0% MoM compared with 5.8% for the S&P Value index. The S&P Global US Purchasing Managers' Index (PMI) was down to 47.6 in November (October 2022: 50.4), its sharpest downturn since May 2020. The deterioration in operating conditions was driven by declines in both output and new orders. Growing recession fears, high borrowing costs and the rising cost of living dented demand. Cost pressures however eased in November amid softening price inflation.

The Eurostoxx 50 index posted a performance of 9.6% MoM after softening inflation data lifted investor sentiment. The DAX and FTSE MIB indices both recorded a return of 8.6% while the CAC 40 registered 7.5%. The Eurozone manufacturing sector remained in contraction territory with PMI standing at 47.1 in November against 46.4 in October. Improved supply-chain conditions helped alleviate cost pressures for manufacturers. In the UK, the FTSE 100 index gained 6.7% in November. Operating conditions contracted further on account of weaker inflows of new business, supply-chain issues, declining export sales and reduced employment; PMI declined to 46.5 in November (October 2022: 46.2).

In Japan, the Nikkei 225 index registered a return of 1.4%, underperforming its global peers. Manufacturing conditions worsened in November amid sharp declines in output and new orders, steering a decline in the PMI reading below the neutral 50.0 threshold. Weak domestic and international demand as well as sustained cost pressures contributed to the downturn.

Emerging equities outperformed developed markets after the MSCI Emerging Markets index posted a return of 14.6% in November. The CSI300 index gained 9.8% MoM in local currency and 13.1% in USD amid speculation that the unrest in China would pressurize authorities to speed up the easing of the Covid-19 restrictions. The ongoing Covid-19 restrictions and Covid-19 outbreaks curtailed manufacturing activity; PMI stood at 49.4 in November, marginally up from a previous reading of 49.2 in October. In India, the BSE Sensex recorded a return of 3.9% for the month. The manufacturing sector continued to sustain a strong growth momentum, buoyed by the solid upturn in new order intakes; PMI edged up from 55.3 in October to 55.7 in November.

Contact

SBM Mauritius Asset Managers Ltd

Level 11, Hennessy Tower

Pope Hennessy Street

Port Louis

Tel: (+230) 202 11 11 | 202 17 35 | 202 46 42

Fax: (+230) 210 33 69

E-mail: sbm.assetm@sbmgroup.mu

For price updates on this fund, please see: <https://nbfc.sbmgroup.mu/asset-management>

Important notes

Unless otherwise specified, all information contained in this document is as at the factsheet date. Investment involves risks; Past performance is not indicative of guaranteeing the same future results as market conditions may fluctuate thereby affecting the investment return and thus strict reliance on such past performances shall not be relied upon by the investor to make any investment decision. Investors may additionally resort to an independent third party or independent legal advisor before making any investment decision. Investment involves risk, that includes the possible loss of principal. Asset allocation and diversification do not ensure a profit or protect against a loss.

SBM Mauritius Asset Managers Ltd ("SBM MAM") believes that the information which may be viewed in this document is reasonably accurate as at the date of publication, but does not guarantee the accuracy of the data and disclaims all representations and warranties of any kind, whether expressed or implied. Neither SBM MAM, nor any of its associates, nor any director, officer or employee accepts any liability whatsoever for any loss arising directly or indirectly from any use of this. It does not constitute investment advice and should not be used as the basis of any investment decision, nor should it be treated as a recommendation for any investment. The information in this document may not be edited and/or reproduced in whole or in part without the prior consent of SBM MAM.