

Makaseb Income Fund (MIF)

NAV in USD as at Aug 29, 2019



USD
15.88

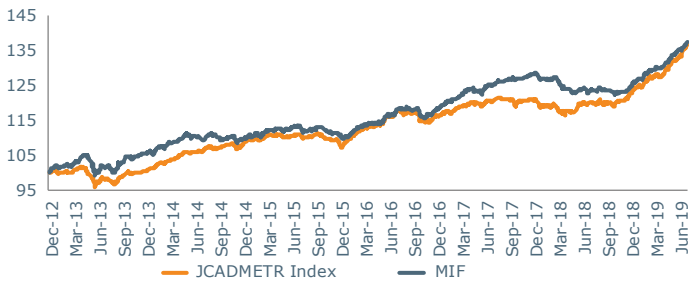
Fund Description

Makaseb Income Fund (MIF) primarily seeks to provide current income along with the stability of capital. Fund's secondary objective is to seek income growth over the long term. The Fund aims to achieve its investment objective by investing in a diversified portfolio of fixed and floating rate investments originating from countries in the GCC, MENA, South Asia and other emerging economies.

Fund Manager's Commentary

The fund posted yet another stellar month with a monthly performance of 1.61%, boosting its YTD performance to 11.54%. August was a volatile month with a series of events occurring with respect to the ongoing US- China trade conflict and disappointing data releases. Safe-haven assets continued their strong rally with treasury yields falling across the curve. The increased dovish stance by central banks supported our positions in long-duration Investment Grade KSA sovereigns & the Saudi utility operator ACWA Power. Higher-beta perpetuals across GCC also took advantage of the favorable interest rate sentiment including the UAE mall operator MAF & Noor Bank. During the month, we closed the EUR positions within the fund and added some tactical High Yield names like Yes Bank. We continue to maintain our portfolio through long duration, Investment Grade bonds complemented by selective shorter-dated High Yield.

Performance Chart



*Performance has been rebased as of 31st December, 2012

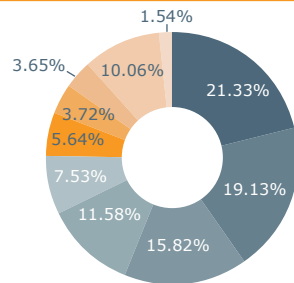
Fund Returns

| | MTD | YTD | 1 Year | 3 Years | 5 Years | SI |
|-----------|-------|--------|--------|---------|---------|---------|
| MIF | 1.61% | 11.54% | 11.13% | 16.01% | 23.99% | 67.39% |
| Benchmark | 2.64% | 13.43% | 13.81% | 16.35% | 27.29% | 122.23% |

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|-----------|-------|-------|-------|-------|-------|--------|
| MIF | 5.50% | 3.86% | 1.88% | 4.65% | 9.27% | -3.54% |
| Benchmark | 0.39% | 7.05% | 2.00% | 5.09% | 4.86% | -0.22% |

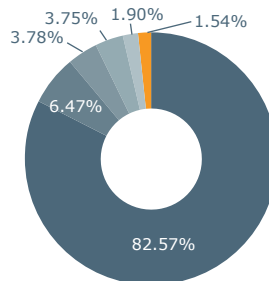
Industry Allocation

- Sovereign (21.33%)
- Real Estate (19.13%)
- Financial Services (15.82%)
- Utilities (11.58%)
- Oil & Gas (7.53%)
- Commercial Services (5.64%)
- Transportation (3.72%)
- Basic Materials (3.65%)
- Others (10.06%)
- Cash (1.54%)



Regional Allocation

- MENA (82.57%)
- South Asia (6.47%)
- South America (3.78%)
- Asia (3.75%)
- Europe (1.90%)
- Cash (1.54%)



Top Holdings

| | |
|--------------------------|-------|
| Saudi International Bond | 9.12% |
| MAF Global Securities | 8.06% |
| ACWA Power Mgmt Invst | 7.83% |
| Arab Republic Of Egypt | 7.62% |
| DP World Plc | 5.64% |

Fund Statistics

| | |
|------------------------|-------|
| Average Coupon | 5.81 |
| Fund Rating | BBB- |
| Average Maturity | 9.99 |
| Average Yield | 5.07 |
| Modified Duration | 6.28 |
| CAGR Since Incep | 3.86% |
| 1 year Volatility | 2.01% |
| 3 years Volatility | 3.63% |
| Sharpe Ratio - 1 year | 4.85 |
| Sharpe Ratio - 3 years | 4.03 |

Maturity Profile

| | |
|-------------|--------|
| 0-5 Years | 58.47% |
| 5-10 Years | 12.33% |
| 10-20 Years | 7.83% |
| 20+ Years | 21.37% |

Makaseb Income Fund (MIF)

Monthly Performance (%)

| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | Total |
|-------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|---------------|
| 2019 | 1.84 | 1.26 | 1.05 | 1.28 | 0.39 | 1.87 | 1.69 | 1.61 | | | | | 11.54 |
| 2018 | 0.53 | -1.11 | -0.11 | -0.75 | -1.48 | -0.75 | 1.00 | -0.52 | 0.54 | -0.67 | -0.57 | 0.33 | -3.54 |
| 2017 | 1.69 | 1.50 | 0.51 | 1.32 | 1.10 | -0.55 | 1.18 | 0.51 | 0.34 | 0.81 | -0.01 | 0.51 | 9.27 |
| 2016 | -1.16 | 1.19 | 1.39 | 0.75 | 0.14 | 1.01 | 1.17 | 1.43 | 0.17 | -0.31 | -2.07 | 0.90 | 4.65 |
| 2015 | 0.95 | 0.66 | -0.17 | 0.95 | 0.39 | -0.20 | 0.74 | -0.81 | -0.18 | 0.81 | -1.07 | -0.17 | 1.88 |
| 2014 | -0.03 | 2.05 | 0.73 | 0.32 | 1.73 | -0.47 | -0.12 | 0.71 | -0.16 | -0.87 | 0.92 | -0.97 | 3.86 |
| 2013 | 1.82 | 0.27 | -0.04 | 2.12 | 0.14 | -4.25 | 1.78 | -1.53 | 2.52 | 2.12 | -0.18 | 0.80 | 5.50 |
| 2012 | 1.79 | 2.09 | 1.99 | 0.24 | -0.99 | 1.84 | 2.95 | 1.15 | 1.43 | 3.11 | 0.56 | 1.74 | 19.93 |
| 2011 | 0.87 | -1.38 | 1.49 | 2.78 | 1.06 | -0.82 | 1.91 | -0.37 | -4.60 | 2.54 | -2.91 | 1.04 | 0.92 |
| 2010 | 1.21 | -1.04 | 6.12 | -0.45 | -3.34 | 2.82 | 2.12 | 3.28 | 1.03 | 1.25 | -1.96 | 1.14 | 12.08 |
| 2009 | -7.06 | -4.28 | 2.64 | 3.45 | 4.54 | 0.77 | 2.96 | 2.13 | 6.24 | 1.95 | 0.01 | -2.94 | 10.38 |
| 2008 | -1.04 | -0.76 | -0.32 | 0.15 | 0.22 | 0.12 | 0.27 | -0.52 | -3.68 | -6.68 | -9.80 | -1.45 | -21.59 |
| 2007 | 0.86 | 0.05 | 0.03 | 0.21 | 0.28 | 0.38 | -0.64 | 0.69 | 0.61 | 0.60 | -0.42 | 0.57 | 2.11 |
| 2006 | - | - | - | -0.44 | -0.10 | -0.60 | -0.04 | -0.08 | 0.19 | 0.75 | 0.75 | 0.11 | 0.53 |

Fund Details

| | | | |
|---------------------------------------|--------------------------------|------------------------------|---|
| Fund size | USD 28.00 million | Bloomberg Ticker | MAKAINC BI |
| Fund Type | Open Ended | Zawya Code | MAKINCM.MF |
| Inception Date | March 29, 2006 | Lipper ID | 65038282 |
| Domicile | Bahrain | Minimum Subscription | USD 10,000 and in multiples of USD 1,000 thereafter |
| Currency | USD | Subscription Fee | Up to 2% |
| Benchmark | JP Morgan MECI Index | Performance Fee | Nil |
| Fund Manager | Mashreq Capital (DIFC) Limited | Management Fee | 75 bps |
| Administrator & Transfer Agent | Karvy Computershare W.L.L | Redemption Fee | 3% within first 3 months; 2% within 3-6 months; 1% within 6-12 months |
| Custodian | Citibank N.A., Bahrain | Settlement for Subscriptions | 2 Business Days prior to Dealing Day |
| Auditor | Deloitte & Touche, Bahrain | Settlement for Redemption | 5 Business Days after the Dealing Day |
| Valuation Day | Each Business Day | Notice Periods | 2 Business Days each for Subscriptions and Redemptions |
| Dealing Day (Subscription/Redemption) | Each Business Day | | |
| ISIN | BH000A0J3RR6 | | |

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