

Makaseb Income Fund (MIF)

NAV in USD as at Jan 31, 2019



USD
14.50

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 made a strong start to the year posting a return of 1.84% in January, though this fine return lagged the index figure of 2.63%.

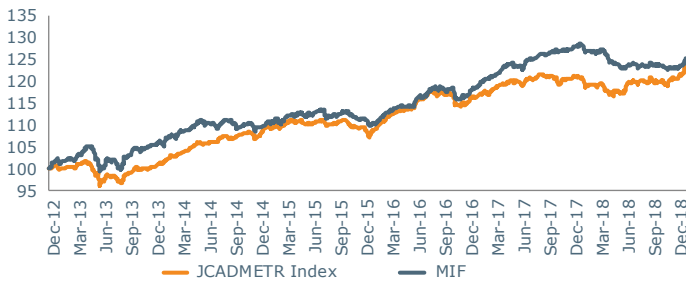
Relative underperformance was partly due to our shorter duration stance compared to the benchmark as the index's longer-dated paper profited from a rally in long-end bonds.

Positive attribution came from a wide range of sources including the UAE's DP World in addition to the sovereigns of the Ivory Coast and Sri Lanka.

Portfolio activity centered on taking profits on the aforementioned rally in Sri Lankan sovereigns in combination with reducing exposure to UAE real estate names due to the still-challenging backdrop for the sector. Capital was rotated into the longer-dated sovereign of Saudi complemented by a number of higher-yielding corporates.

The increase in the portfolio's duration is in-keeping with our more favorable outlook for fixed income following dovish comments from both the Fed and the ECB during January in combination with downward-trending growth forecasts across the globe.

Performance Chart



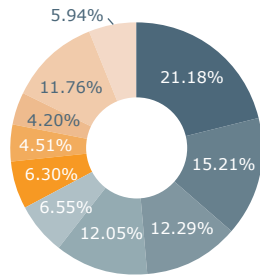
*Performance has been rebased as of 31st December, 2012

Fund Returns

	MTD	YTD	1 Year	3 Years	5 Years	SI
MIF	1.84%	1.84%	-2.27%	13.66%	18.89%	52.84%
Benchmark	2.63%	2.63%	2.44%	14.00%	22.12%	101.07%
	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%

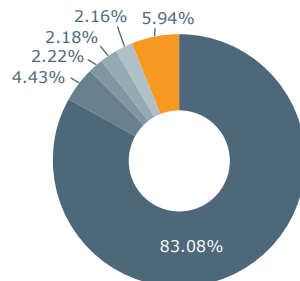
Industry Allocation

- Sovereign (21.18%)
- Financial Services (15.21%)
- Real Estate (12.29%)
- Oil & Gas (12.05%)
- Utilities (6.55%)
- Commercial Services (6.30%)
- Chemicals (4.51%)
- Investment Companies (4.20%)
- Others (11.76%)
- Cash (5.94%)



Regional Allocation

- MENA (83.08%)
- Asia (4.43%)
- Africa (2.22%)
- South Asia (2.18%)
- Europe (2.16%)
- Cash (5.94%)



Top Holdings

MAF Global Securities	9.32%
KT Kira Sert Varlik	6.51%
DP World Ltd	6.30%
Kuwait Energy Plc	6.21%
Saudi International Bond	5.20%

Fund Statistics

Average Coupon	5.58
Fund Rating	BB
Average Maturity	6.00
Average Yield	6.72
Modified Duration	3.72
CAGR Since Incep	3.31%
1 year Volatility	2.07%
3 years Volatility	3.65%
Sharpe Ratio - 1 year	-2.28
Sharpe Ratio - 3 years	3.07

Maturity Profile

0-5 Years	74.93%
5-10 Years	13.38%
10-20 Years	2.12%
20+ Years	9.57%

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Monthly Performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2019	1.84												1.84
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 23.00 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		

Contact Us: Tel: +971 4 424 4618, **Email:** assetmanagement@mashreq.com, **Web:** www.mashreqcapital.ae

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Office address: Mashreq Capital (DIFC) Ltd, Al Fattan Currency House, Tower 2, Floor 28, Office 2803, Dubai International Financial Centre (DIFC) Dubai, UAE