

Makaseb Income Fund (MIF)

NAV in USD as at Nov 28, 2019



USD
16.00

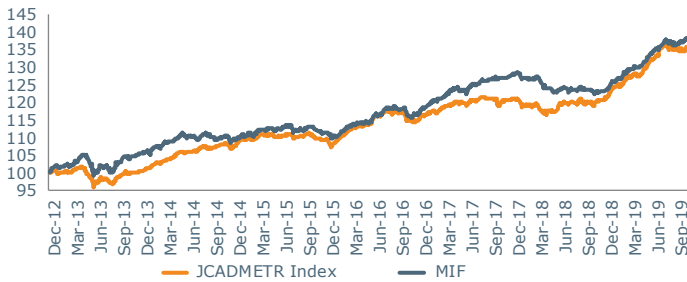
Fund Description

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 resumed its positive momentum and ended the month with a gain of 0.66%, pushing its YTD performance up to 12.34%. Given the Fed is unlikely to cut rates again this year, monetary easing for MENA central banks with dollar pegs has also ran its course. While the modest monetary easing thus far is expected to support activity in the MENA region, the conservative fiscal stance by oil producers due to lower oil prices can weigh on hydrocarbon activity. While in the DM, treasuries whipsawed during the month with major sovereign bond yields ending relatively negative amid improving trade war dynamics between the US and China added by ambiguity on the UK elections. Global business sentiment was also seen bottoming due to positive surprises in the global growth data. The portfolio stood resilient amidst the volatility with our exposures in long duration sovereign credits like Abu Dhabi and Saudi Arabia being major contributors. Our tactical exposure to High Yield names like Yes Bank and the newly issued Arabian Centers also contributed to the performance significantly, supported by the risk-on mode observed across asset classes. 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

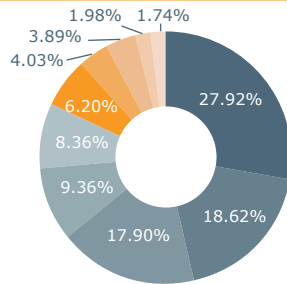
Fund Returns

	MTD	YTD	1 Year	3 Years	5 Years	SI
MIF	0.66%	12.34%	12.71%	19.47%	25.01%	68.59%
Benchmark	0.17%	12.24%	13.07%	18.06%	24.79%	119.90%

	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%

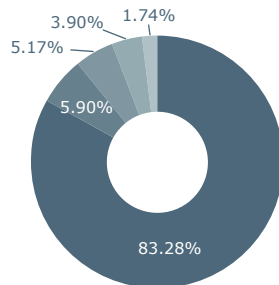
Industry Allocation

- Sovereign (27.92%)
- Real Estate (18.62%)
- Financial Services (17.90%)
- Oil & Gas (9.36%)
- Utilities (8.36%)
- Commercial Services (6.20%)
- Insurance (4.03%)
- Agriculture (3.89%)
- Airlines (1.98%)
- Cash (1.74%)



Regional Allocation

- MENA (83.28%)
- South Asia (5.90%)
- South America (5.17%)
- Europe (3.90%)
- Cash (1.74%)



Top Holdings

Saudi International Bond	9.69%
Arab Republic Of Egypt	9.44%
MAF Global Securities	9.08%
ACWA Power Mgmt Invst	8.36%
DP World Plc	6.20%

Fund Statistics

Average Coupon	5.59
Fund Rating	BBB-
Average Maturity	11.83
Average Yield	5.25
Modified Duration	7.13
CAGR Since Incep	3.84%
1 year Volatility	2.11%
3 years Volatility	3.49%
Sharpe Ratio - 1 year	5.24
Sharpe Ratio - 3 years	5.11

Maturity Profile

0-5 Years	49.93%
5-10 Years	13.80%
10-20 Years	8.36%
20+ Years	27.91%

Note: 0.00% of the portfolio is hedged with US Treasury Interest Rate Futures. The fund was benchmarked against HSBC Nasdaq Dubai ME index until 31st December, 2013. On 1st January, 2014 the benchmark was changed to JP Morgan MECI Index (BB TICKER: JCADMETR). All historical benchmark performances have been replaced to that effect.
SI: Since Inception, MTD: Month to Date, YTD: Year to Date

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	-0.31	0.37	0.66		12.34
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 25.19 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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