

# Makaseb Income Fund (MIF)

NAV in USD as at Sep 30, 2019



USD  
**15.83**

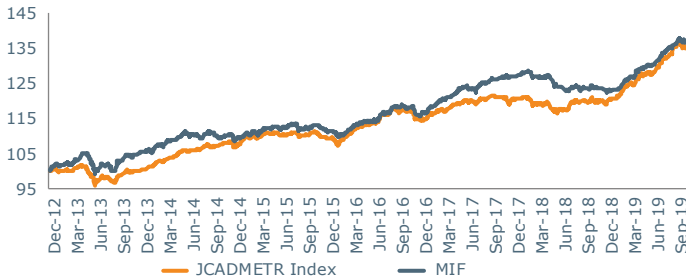
## Fund Description

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 witnessed a minor pull-back in its positive momentum and ended the month with a negative performance of 0.31%, drawing down its YTD performance to 11.19%. Global growth outlook remained weak during the month backed by the uncertainty related to trade tensions, Brexit ambiguity and disappointing Eurozone PMI data. Policy makers across the globe were seen acting very aggressively to counteract the weakness. A sharp sell-off in US treasuries and Gilts on the back of profit booking following a strong rally in August negatively affected our long duration sovereign exposures such as the KSA sovereign which was one of our main detractors. Although, the amplifying dovish environment supported our higher-beta perpetuals across the GCC including the UAE mall operator MAF and Noor Bank. During the month, we added the tactical High Yield names of Yes Bank and the Egypt sovereign. We continue to maintain our portfolio through long duration, Investment Grade bonds complemented by selective shorter-dated High Yield. Due to its active weight exposure and portfolio positioning we expect it to outperform the benchmark during a sharp drawdown.

## Performance Chart



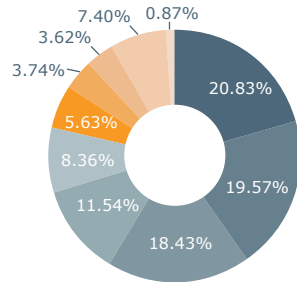
\*Performance has been rebased as of 31<sup>st</sup> December, 2012

## Fund Returns

	MTD	YTD	1 Year	3 Years	5 Years	SI
MIF	-0.31%	11.19%	10.19%	15.45%	23.79%	66.87%
Benchmark	-1.27%	11.98%	11.63%	15.01%	26.44%	119.40%
	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%

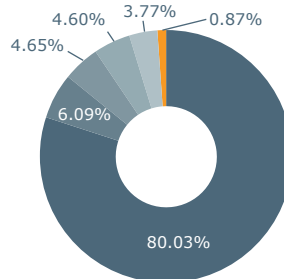
## Industry Allocation

- Sovereign (20.83%)
- Financial Services (19.57%)
- Real Estate (18.43%)
- Utilities (11.54%)
- Oil & Gas (8.36%)
- Commercial Services (5.63%)
- Transportation (3.74%)
- Insurance (3.62%)
- Others (7.40%)
- Cash (0.87%)



## Regional Allocation

- MENA (80.03%)
- South Asia (6.09%)
- South America (4.65%)
- Europe (4.60%)
- Asia (3.77%)
- Cash (0.87%)



## Top Holdings

Saudi International Bond	8.83%
MAF Global Securities	8.07%
ACWA Power Mgmt Invst	7.78%
Arab Republic Of Egypt	7.56%
DP World Plc	5.63%

## Fund Statistics

Average Coupon	5.71
Fund Rating	BBB-
Average Maturity	9.91
Average Yield	5.34
Modified Duration	6.35
CAGR Since Incep	3.81%
1 year Volatility	2.11%
3 years Volatility	3.62%
Sharpe Ratio - 1 year	4.10
Sharpe Ratio - 3 years	3.84

## Maturity Profile

0-5 Years	56.38%
5-10 Years	14.95%
10-20 Years	7.78%
20+ Years	20.89%

## Makaseb Income Fund (MIF)

### Monthly Performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
<b>2019</b>	1.84	1.26	1.05	1.28	0.39	1.87	1.69	1.61	-0.31				<b>11.19</b>
<b>2018</b>	0.53	-1.11	-0.11	-0.75	-1.48	-0.75	1.00	-0.52	0.54	-0.67	-0.57	0.33	<b>-3.54</b>
<b>2017</b>	1.69	1.50	0.51	1.32	1.10	-0.55	1.18	0.51	0.34	0.81	-0.01	0.51	<b>9.27</b>
<b>2016</b>	-1.16	1.19	1.39	0.75	0.14	1.01	1.17	1.43	0.17	-0.31	-2.07	0.90	<b>4.65</b>
<b>2015</b>	0.95	0.66	-0.17	0.95	0.39	-0.20	0.74	-0.81	-0.18	0.81	-1.07	-0.17	<b>1.88</b>
<b>2014</b>	-0.03	2.05	0.73	0.32	1.73	-0.47	-0.12	0.71	-0.16	-0.87	0.92	-0.97	<b>3.86</b>
<b>2013</b>	1.82	0.27	-0.04	2.12	0.14	-4.25	1.78	-1.53	2.52	2.12	-0.18	0.80	<b>5.50</b>
<b>2012</b>	1.79	2.09	1.99	0.24	-0.99	1.84	2.95	1.15	1.43	3.11	0.56	1.74	<b>19.93</b>
<b>2011</b>	0.87	-1.38	1.49	2.78	1.06	-0.82	1.91	-0.37	-4.60	2.54	-2.91	1.04	<b>0.92</b>
<b>2010</b>	1.21	-1.04	6.12	-0.45	-3.34	2.82	2.12	3.28	1.03	1.25	-1.96	1.14	<b>12.08</b>
<b>2009</b>	-7.06	-4.28	2.64	3.45	4.54	0.77	2.96	2.13	6.24	1.95	0.01	-2.94	<b>10.38</b>
<b>2008</b>	-1.04	-0.76	-0.32	0.15	0.22	0.12	0.27	-0.52	-3.68	-6.68	-9.80	-1.45	<b>-21.59</b>
<b>2007</b>	0.86	0.05	0.03	0.21	0.28	0.38	-0.64	0.69	0.61	0.60	-0.42	0.57	<b>2.11</b>
<b>2006</b>	-	-	-	-0.44	-0.10	-0.60	-0.04	-0.08	0.19	0.75	0.75	0.11	<b>0.53</b>

### Fund Details

Fund size	USD 27.93 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](mailto:assetmanagement@mashreq.com), **Web:** [www.mashreqcapital.ae](http://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