

Fund Overview

MCB Investment Management Co. Ltd (Manager), working in partnership with the African Development Bank (AfDB) launched ADBF, an exchange-traded fund (ETF) domiciled in Mauritius, that provides access to local currency African fixed income markets in a cost efficient, liquid and transparent manner. The AfDB is acting as an anchor investor and sponsor.

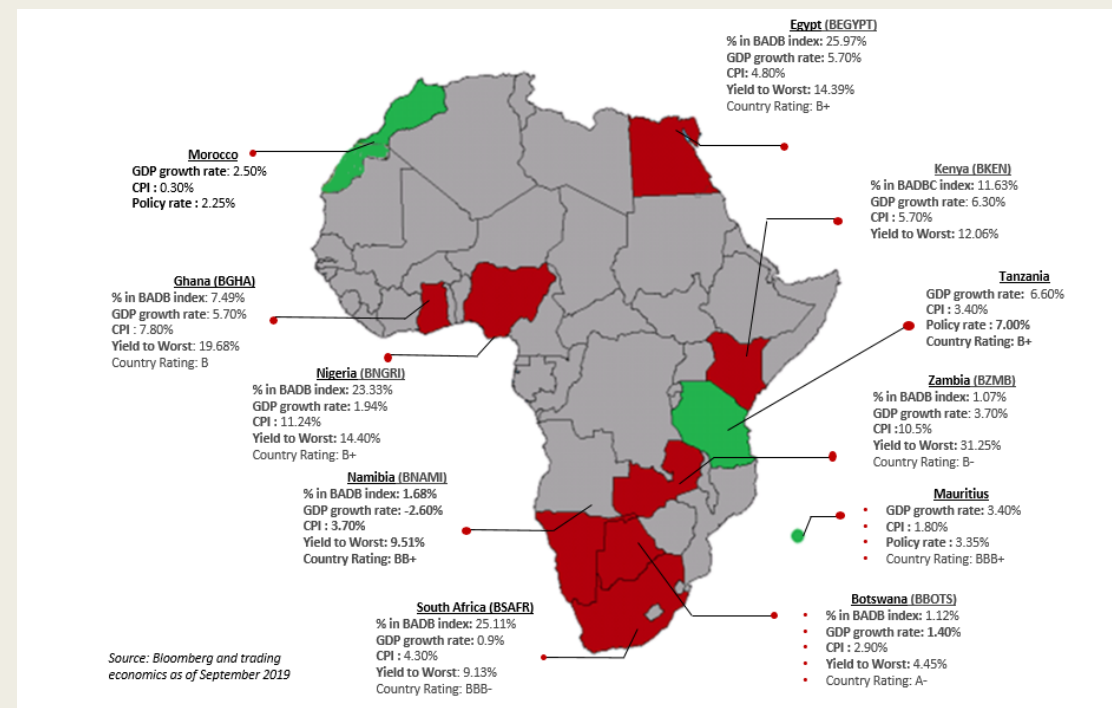
Fund Objective

The African Domestic Bond Fund ("ADBF") is an exchange traded fund ("ETF") that aims to track the performance of the AFMI Bloomberg African Bond Index 25% Capped ("Index") before fees and expenses. The Manager seeks to achieve this investment objective by employing a stratified sampling approach to match the Index's characteristics and returns through investing in a well-diversified portfolio that represents the Index. ADBF is denominated in USD and listed on the Stock Exchange of Mauritius.

AFMI Bloomberg African Bond Index 25% Capped (% Weight)

Type	Exchange Traded Fund (Ticker: ADBF MP Equity)
Benchmark	AFMI Bloomberg African Bond Index 25% capped (Ticker: BADBC Index)
Number of countries	8
Investment Universe	Local currency sovereign and quasi-sovereign bonds
Base currency	USD
Duration	4.52
Yield to worst	13.06% (net of withholding tax)
Domicile	Mauritius
Primary listing	Stock Exchange of Mauritius
AUM	\$32 million
Minimum investment	1 share (approx. \$11.3)
Holding period	None (trades daily)
TER	60bps (on AUM of \$100mm)

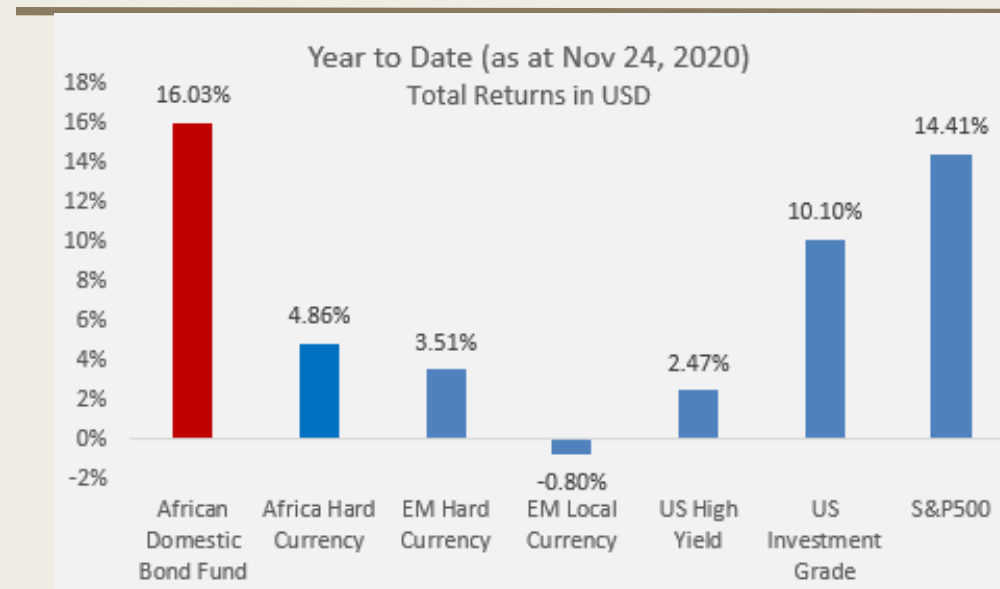
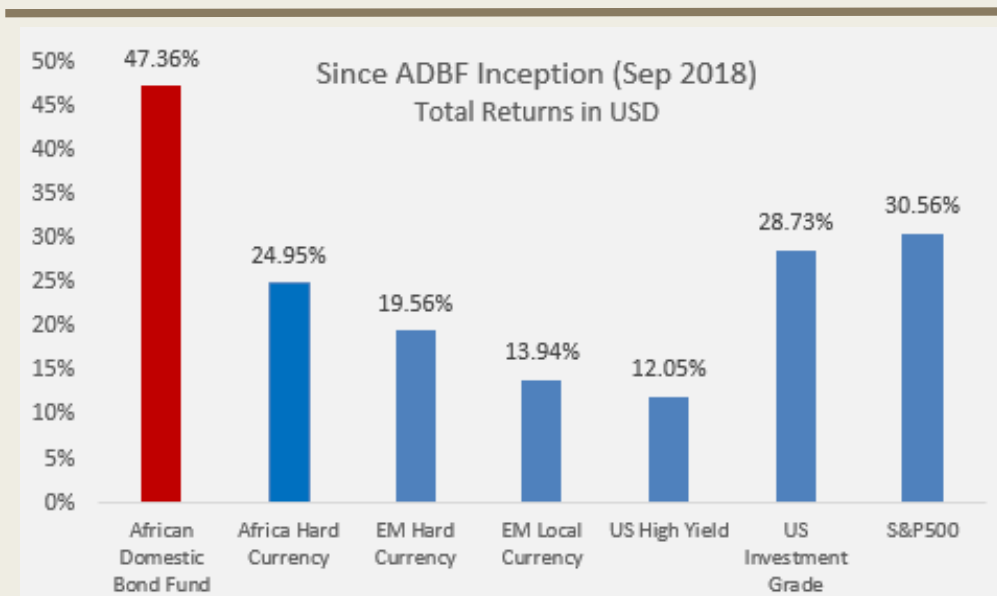
Data as of 24-Nov-2020



Outperformed its peers, with lower volatility

Since ADBF Inception (Sep 18th, 2018)

2020



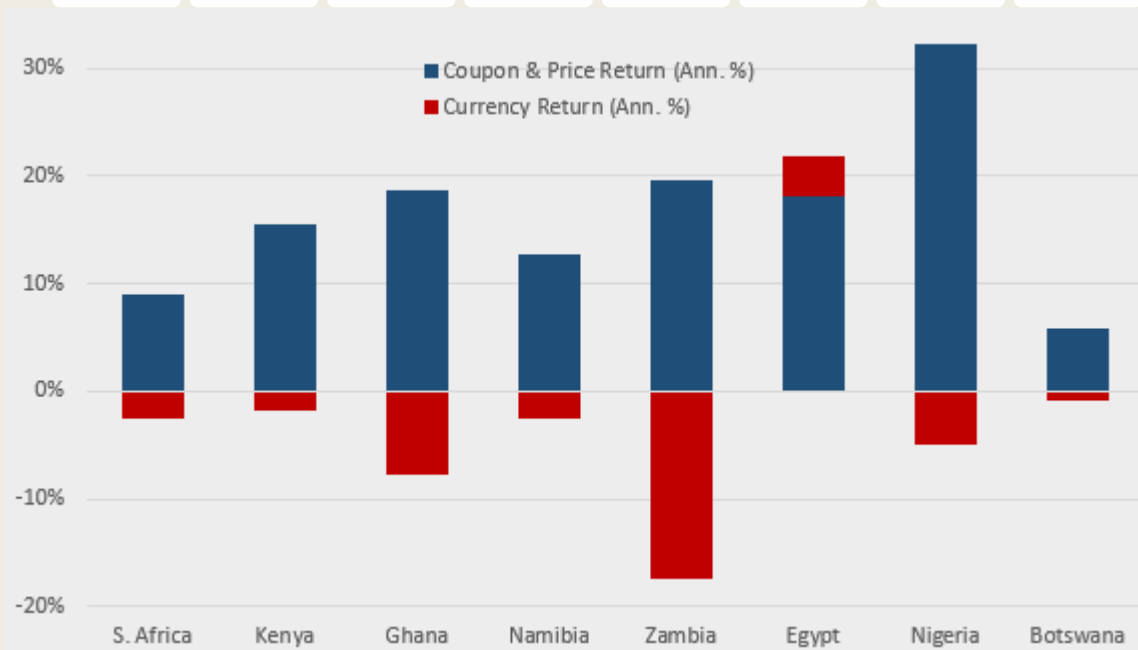
Sharpe Ratio	African Local Currency	EM Hard Currency	EM Local Currency	African Hard Currency	US High Yield	US Investment Grade	S&P 500
	0.57	0.38	0.23	N/A	0.28	0.57	0.70

Source: Bloomberg, till Nov 24th, 2020.

Returns are on ETFs tracking each respective index, except for African Hard Currency where no ETF exists not index analytics

AFMISM Bloomberg® African Bond Index

South Africa Kenya Ghana Namibia Zambia Egypt Nigeria Botswana



Cpn & Price Rtrn (Ann. %)	8.94%	15.58%	18.74%	12.69%	19.62%	18.04%	32.29%	5.88%
Currency Rtrn (Ann. %)	-2.55%	-1.88%	-7.67%	-2.58%	-17.48%	3.82%	-5.06%	-0.92%
Total Return (Ann. %)	6.39%	13.70%	11.07%	10.11%	2.14%	21.86%	27.23%	4.96%

Get access to two sources of potential returns:

- **Current Income** – high yields and price returns have contributed handsomely to total returns (in USD) and are expected to do so.
- **Currency appreciation** - While African local currencies tend to be more volatile when compared to their developed market counterparts, strong trends like growing domestic demand, capital inflows and strengthening fiscal policies in Africa suggest the potential for capital gains from currency appreciation.

Bond returns have almost always overpowered any FX driven detractor from total returns. Even if the dollar doesn't weaken, this dynamic is expected to continue in the current dovish monetary environment