

AFRICAN DOMESTIC BOND FUND
the "FUND"

UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

AFRICAN DOMESTIC BOND FUND
INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

TABLE OF CONTENTS	PAGES
MANAGEMENT & ADMINISTRATION	1
MANAGER'S REPORT	2
INTERIM FINANCIAL STATEMENTS	3 - 18

NOTICE

Unless otherwise mentioned herein, all references of Acts and Regulations in this Annual Report relates to legislations issued in the Republic of Mauritius.

AFRICAN DOMESTIC BOND FUND

MANAGEMENT & ADMINISTRATION

		<u>Date of appointment</u>
BOARD MEMBERS	Mr Patrick Eric Ronald Lam Yan Foon	May 04, 2017
	Mr Jean Hok Yui How Hong	October 05, 2017
	Mr Krishen Patten	May 06, 2024
	Ms Medina Sarah Torabally	June 11, 2024
PLACE OF BUSINESS OF THE FUND	C/o MCB Investment Management Co. Ltd 9-15, Sir William Newton Street Port Louis, MAURITIUS	
REGISTERED OFFICE	C/o Apex Fund & Corporate Services (Mauritius) Ltd 6th Floor, Two Tribeca Tribeca Central Trianon 72261, MAURITIUS	
FUND MANAGER	MCB Investment Management Co. Ltd 9-15, Sir William Newton Street Port Louis, MAURITIUS	
CORPORATE SECRETARY	Apex Fund & Corporate Services (Mauritius) Ltd 6th Floor, Two Tribeca Tribeca Central Trianon 72261, MAURITIUS	
REGISTRAR	MCB Registry & Securities Ltd 9-15, Sir William Newton Street Port Louis, MAURITIUS	
BANKER	The Mauritius Commercial Bank Ltd 9-15, Sir William Newton Street Port Louis, MAURITIUS	
CUSTODIAN FOR INVESTMENTS	Standard Chartered Bank (Mauritius) Limited 19 Bank Street, 6th Floor, Standard Chartered Tower Cybercity, Ebène, 72201, MAURITIUS	
AUDITOR	BDO & Co. 10, Frère Felix de Valois Street Port Louis, MAURITIUS	
ISIN	MU0607S00004	

AFRICAN DOMESTIC BOND FUND

MANAGER'S REPORT

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

Performance Review

As at September 30, 2024, the Fund size stood at USD 35m. During the quarter, the Fund posted a return of 7.28%, while the benchmark returned 7.1% in USD. The Fund declared a dividend USD 0.31 in September, translating to a dividend yield of 9.26% as at September 2024.

Portfolio Review

The Fund invests in local currency government and quasi-government bonds of African countries and seeks to provide investment returns that corresponds closely to the return of the AfDB/AFMISM Bloomberg® African Bond Index 25% Capped ("Index"), before fees and expenses.

Portfolio characteristics as at the end of September 2024 are shown below:

Statistic	Fund	Benchmark
Modified duration (Years)	4.73	4.88
No. of bonds	71	502
Current Yield %	9.3%	12.8%

Country allocation in Fund as at September 2024:

Country	Fund allocation	Benchmark
Egypt	17.3%	16.1%
Nigeria	6.9%	9.8%
South Africa	28.3%	26.1%
Kenya	10.0%	11.9%
Ghana	1.2%	0.8%
Zambia	7.5%	3.1%
Morocco	22.3%	24.8%
Mauritius	3.1%	3.6%
Namibia	2.0%	2.5%
Botswana	0.8%	1.3%

The Fund invests in Pan-African local currency government and quasi-government bonds on an unhedged basis and as a result provides access to a growing asset class that has significant performance tail winds and remains relatively uncorrelated to major asset classes. The ETF structure allows the Fund to do this in a liquid, transparent and cost-efficient manner.

Given the diverse underlying markets—from commodity exporters like Nigeria to importers like Egypt and well diversified economies like Kenya and South Africa—the Fund navigates various economic landscapes while managing interest and exchange rate risks.

Recent trends indicate falling inflation in many countries, coupled with improving macroeconomic conditions, have prompted several nations to begin cutting interest rates, positively impacting performance.

Given where we see relative value, going forward, the Fund will maintain an overweight position in South Africa and Egypt, while reducing its overweight in Zambia. It will also look to move neutral in Kenya and Nigeria.

MANAGER

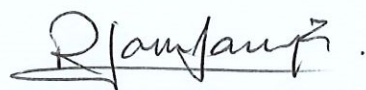
For and on behalf of

MCB INVESTMENT MANAGEMENT CO. LTD

AFRICAN DOMESTIC BOND FUND
CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2024

	Notes	September 30, 2024 USD	June 30, 2024 USD
ASSETS			
Other receivables	4	9,863	8,346
Current tax asset	9	-	3,196
Financial assets at fair value through profit or loss	3	34,752,244	32,224,162
Cash and cash equivalents		<u>342,811</u>	<u>140,261</u>
Total assets		<u>35,104,918</u>	<u>32,375,965</u>
EQUITY			
Management share	6	<u>10</u>	<u>10</u>
LIABILITIES			
Other payables	7	60,097	22,160
Current tax liabilities	9(a)	<u>2,706</u>	-
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		62,803	22,160
Net assets attributable to holders of redeemable participating shares	5(iv)	<u>35,042,105</u>	<u>32,353,795</u>
Total liabilities		<u>35,104,908</u>	<u>32,375,955</u>
Total equity and liabilities		<u>35,104,918</u>	<u>32,375,965</u>
Net asset value per share	5(iv)	<u>6.48</u>	<u>6.06</u>

These financial statements have been approved for issue by the Board of Directors on: November 07, 2024



Mr Patrick Eric Ronald Lam Yan Foon
 Director



Mr Krishen Patten
 Director

The notes on pages 7 to 18 form an integral part of these financial statements.

AFRICAN DOMESTIC BOND FUND

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

	Notes	3 months ended Sep 30, 2024	3 months ended Sep 30, 2023
		USD	USD
Income			
Interest on fixed income securities		952,224	1,039,804
Bank interest		36	17
		<u>952,260</u>	<u>1,039,821</u>
Expenses			
Manager's fees	10(a)	(25,012)	(28,847)
Custodian's fees		(18,921)	(18,239)
Licence fees		(8,625)	(8,701)
Registrar's fees	10(b)	(5,753)	(6,745)
Other direct expenses		(7,907)	(7,473)
Professional fees		(1,413)	(1,454)
		<u>(67,631)</u>	<u>(71,459)</u>
Net Income		<u>884,629</u>	<u>968,362</u>
Fair value gains/(losses) on financial assets	6	1,400,789	(1,321,273)
Foreign exchange losses		(6,416)	(75,390)
Gains on disposal of financial assets		15,295	2,349
		<u>1,409,668</u>	<u>(1,394,314)</u>
Profit/(Loss) before distribution		<u>2,294,297</u>	<u>(425,952)</u>
Distribution to holders of redeemable participating shares		-	-
Profit/(Loss) before taxation		<u>2,294,297</u>	<u>(425,952)</u>
Taxation	9(b)	(79,888)	(125,103)
Profit/(loss) for the period		<u>2,214,409</u>	<u>(551,055)</u>
Equalisation			
Income received on units created		27,108	923
Income paid on units liquidated		(1,732)	-
		<u>25,376</u>	<u>923</u>
Increase/(decrease) in net assets attributable to holders of redeemable participating shares		<u>2,239,785</u>	<u>(550,132)</u>

The notes on pages 7 to 18 form an integral part of these financial statements.

AFRICAN DOMESTIC BOND FUND

CONDENSED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

	<u>Notes</u>	<u>Total USD</u>
At July 01, 2024		32,353,795
Issue of redeemable participating shares	5 (ii)	536,892
Redemption of redeemable participating shares	5 (ii)	(88,367)
Increase in net assets attributable to holders of redeemable participating shares		<u>2,239,785</u>
At September 30, 2024		<u>35,042,105</u>
At July 01, 2023		38,242,546
Issue of redeemable participating shares	5 (ii)	24,077
Redemption of redeemable participating shares	5 (ii)	-
Decrease in net assets attributable to holders of redeemable participating shares		<u>(550,132)</u>
At September 30, 2023		<u>37,716,491</u>

The notes on pages 7 to 18 form an integral part of these financial statements.

AFRICAN DOMESTIC BOND FUND
CONDENSED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

	Notes	3 months ended Sep 30, 2024	3 months ended Sep 30, 2023
		USD	USD
Cash flows from operating activities			
Cash (used in)/generated from operations	8 (a)	(31,165)	57,977
Tax paid	9 (a)	(73,986)	(105,697)
Interest received on fixed income securities		1,056,425	1,211,038
Purchase of financial assets*		(2,034,562)	(3,018,080)
Proceeds from disposal of financial assets*		818,353	551,445
Net cash used in operating activities		(264,935)	(1,303,317)
Cash flows from financing activities			
Issue of redeemable participating shares	5 (ii)	536,892	24,077
Redemption of redeemable participating shares	5 (ii)	(88,367)	-
Income received on redeemable participating shares created		27,108	923
Income paid on redeemable participating shares liquidated		(1,732)	-
Net cash from financing activities		473,901	25,000
Increase/(Decrease) in cash and cash equivalents		208,966	(1,278,317)
Movement in cash and cash equivalents			
At July 01,		140,261	2,279,341
Increase/(Decrease) in cash and cash equivalents		208,966	(1,278,317)
Effect of Foreign exchange difference		(6,416)	(75,390)
At September 30,	8(b)	342,811	925,634

* Purchase of financial assets and proceeds from disposal of financial assets have been reclassified from investing activities to operating activities due to the nature of business of the Fund.

The notes on pages 7 to 18 form an integral part of these financial statements.

AFRICAN DOMESTIC BOND FUND

NOTES TO THE INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

1 REPORTING ENTITY

African Domestic Bond Fund was incorporated in Mauritius under the Companies Act 2001 on May 04, 2017 as a public company with liability limited by shares and holds a Global Business Licence issued by the Financial Services Commission to operate as a Collective Investment Scheme, categorised as a Global Scheme. The Fund's registered office is C/o Apex Fund & Corporate Services (Mauritius) Ltd, Lot 15 A3, 1st Floor, Cybercity, Ebène 72201, Mauritius.

The Fund's objective is to track the performance of the AfDB/ AFMI Bloomberg African Bond Index (Bloomberg ticker : BADBC Index) which is a rules-based market value weighted composite index.

The Fund has no employees and its day-to-day operations are handled by its functionaries which include the Manager, registrar and custodian.

2 BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared using the same accounting policies as those adopted in the financial statements for the year ended June 30, 2024 and comply with IAS 34.

3 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	3 months to Sep 30, 2024	Year to Jun 30, 2024
	USD	USD
At July 01,	31,032,508	34,624,047
Additions during the period/year	2,034,562	12,621,970
Disposal during the period/year	(2,078,444)	(15,101,061)
Fair value gains/(losses) on financial assets	1,400,789	(3,612,644)
Fair value release on disposal	1,275,386	2,500,196
	33,664,801	31,032,508
Interest receivable	1,087,443	1,191,654
At September 30,	34,752,244	32,224,162

- (i) Fair value for the above investments was determined by reference to published price quotations in an active market (classified as level 1 in the fair value hierarchy) as disclosed in note 12(c).
- (ii) The maximum exposure to credit risk is USD 34,752,244 (June 30, 2024: USD 32,224,162)
- (iii) Credit risk from government bonds is low and as such all changes in fair value are attributable to changes in markets conditions.

4 OTHER RECEIVABLES

	Sep 30, 2024	Jun 30, 2024
	USD	USD
Share capital receivable (note 6)	10	10
Other receivable	42	40
Prepayments	9,811	8,296
	9,863	8,346

The carrying amounts of other receivables (prepayments) approximate their fair values and do not contain impaired balances. The Fund does not hold any collateral as security.

AFRICAN DOMESTIC BOND FUND
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

5 MOVEMENT IN REDEEMABLE PARTICIPATING SHARES

Issued and fully paid	3 months to Sep 30, 2024	3 months to Sep 30, 2023
	No. of Shares	No. of Shares
(i) At July 01,	5,337,164	5,444,956
Issue of shares during the period	89,004	3,546
Redemption of shares during the period	(14,921)	-
At September 30,	5,411,247	5,448,502
	3 months to Sep 30, 2024	3 months to Sep 30, 2023
	USD	USD
(ii) At July 01,	53,162,413	53,945,119
Issue of shares during the year - Cash consideration	536,892	24,077
Redemption of shares during the period	(88,367)	-
At September 30,	53,610,938	53,969,196

The share capital of the Fund is denominated in USD and is made up of no par value shares. The Board may issue redeemable participating shares at any time and there is no limit on the number of shares to be issued.

(iii) Class Rights

Rights of Redeemable Participating Shares

(a) Voting rights

The holders of Redeemable Participating Shares shall not have the right to receive notice of meeting of shareholders of the Fund and shall have no right to vote at any such meetings and/or to approve any resolution of the Fund except in the circumstances permitted by the Constitution or required under Mauritian Law.

(b) Dividends

The holders of Redeemable Participating Shares shall have rights to dividends.

(c) Distribution of surplus assets

Upon winding up of the Fund, the holders of Redeemable Participating Shares shall have the right to a pro-rata share of any surplus assets of the Fund but in priority to the holder of Management Share in accordance with the Constitution.

(iv) Reconciliation of Net Assets and Net Asset Value per Share

In accordance with the Fund's Prospectus, the formation cost of the Fund is amortised over a period of five years for the purpose of calculating the issue and redemption prices of the participating shares.

	Sep 30, 2024	Jun 30, 2024
	USD	USD
Net Assets calculated as per Prospectus	35,011,037	32,272,342
Adjustments:		
Formation costs	(1,021)	(1,021)
Other receivable	27,882	78,996
Other payables	11	11
Tax liabilities	4,196	3,467
Net Assets as per Financial Reporting	35,042,105	32,353,795

AFRICAN DOMESTIC BOND FUND
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

5 MOVEMENT IN PARTICIPATING SHARES (CONT'D)

(iv) Reconciliation of Net Assets and Net Asset Value per Share (cont'd)

	Per Share	Per Share
	USD	USD
Net Assets per share calculated as per Prospectus	6.47	6.05
Adjustments:		
Formation costs	(0.00)	(0.00)
Other receivable	0.01	0.01
Other payables	0.00	0.00
Tax liabilities	0.00	0.00
Net Assets per share as per Financial Reporting	6.48	6.06

6 MANAGEMENT SHARE

One Management Share of USD 10 was issued by the Fund to MCB Investment Management Co. Ltd on incorporation. The management share is receivable at as September 30, 2024 as disclosed in note 4 to the interim financial statement. The Board has issued Management Share only to the Manager at no par value.

The Board may issue management shares at any time and there is no limit on number of shares to be issued

Rights of Management Share

(a) Voting rights:

The holder of the Management Share shall have the right to receive notice of meeting of any meeting of the shareholders of the Fund and shall have all the voting rights of the Fund requiring shareholders' approval under the Act.

(b) Dividends:

The holder of the Management Share shall not have any rights to dividends.

(c) Distribution of surplus assets:

Upon winding up of the Fund, the holder of the Management Share shall have the right to receive an amount equal to the sums paid up on such Management Share but after payment to the holders of Participating Shares in accordance with the Constitution.

The Management Share shall be non-redeemable.

7 OTHER PAYABLES

	Sep 30, 2024	Jun 30, 2024
	USD	USD
Manager's fees payable	32,829	7,817
Registrar's fees payable	7,551	1,798
Custodian's fees payable	6,917	4,290
Index provider fee payable	6,246	3,126
Professional fees payable	6,554	5,129
	60,097	22,160

AFRICAN DOMESTIC BOND FUND
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

8 NOTES TO THE STATEMENT OF CASH FLOWS (CONT'D)

	Notes	3 months to Sep 30, 2024	3 months to Sep 30, 2023
		USD	USD
(a) Cash used in operations			
Profit/(loss) before taxation		2,294,297	(425,952)
Adjustments for:			
Fair value (gains)/losses on financial assets	3	(1,400,789)	1,321,273
Foreign exchange losses		6,416	75,390
Gains on disposal of financial assets		(15,295)	(2,349)
Interest income on fixed income securities		(952,224)	(1,039,804)
		<u>(67,595)</u>	<u>(71,442)</u>
Changes in working capital:			
Other receivables		(1,517)	(5,872)
Other payables		37,947	135,291
		<u>(31,165)</u>	<u>57,977</u>
Cash (used in)/ from operations		<u>(31,165)</u>	<u>57,977</u>
		Sep 30, 2024	Sep 30, 2023
(b) Cash and cash equivalents			
		USD	USD
Cash at bank		<u>342,811</u>	<u>925,634</u>

While cash and cash equivalents are also subject to the impairment requirements of IFRS 9, no impairment loss was recognised during the year.

9 INCOME TAX

The Fund is a tax resident company in Mauritius and under current laws and regulations is liable to pay tax on its net income at a rate of 15%. The Fund is entitled to either (a) a foreign tax credit equivalent to the actual foreign tax suffered on its foreign income against the Fund's tax liability computed at 15% on such income, or (b) an 80% exemption on its income other than interest which qualifies for an 95% exemption as per the Second Schedule of the Income Tax Act 1995.

(a) In the Statement of Financial Position

	Sep 30, 2024	June 30, 2024
	USD	USD
At July 01,	(3,196)	7,839
Charge for the period/year	79,888	391,945
Paid during the period/year	(73,986)	(402,980)
At September 30,	<u>2,706</u>	<u>(3,196)</u>

AFRICAN DOMESTIC BOND FUND
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

9 INCOME TAX (CONT'D)

(b) In the Statement of Profit or Loss and other Comprehensive Income

The tax on the Fund's profit/(loss) before tax differs from the theoretical amount that would arise using the basic tax rate of the Fund as follows:

	3 months to Sep 30, 2024	3 months to Sep 30, 2023
	USD	USD
Profit/(loss) after distribution and before taxation	<u>2,294,297</u>	<u>(425,952)</u>
Tax calculated at a rate of 15% (2024 : 15%)	344,145	(63,893)
Tax effect on:		
Expenses not deductible for tax purposes	8,343	210,602
Income not subject to tax	(319,703)	(90,377)
Corporate Climate Responsibility Levy @ 2%	4,371	-
Relief on foreign tax suffered	(31,254)	(36,927)
Withholding tax suffered	<u>73,986</u>	<u>105,698</u>
Tax charge	<u><u>79,888</u></u>	<u><u>125,103</u></u>

Expenses not deductible for tax purposes relates to fair value loss on financial assets, distribution to holders of redeemable participating shares and expenses relating to exempt income.

Income not subject to tax relates to exempt income as per the Second Schedule of the Income Tax Act 1995. The withholding tax suffered was incurred on the interest received.

10 RELATED PARTY TRANSACTIONS

The transactions of the Fund with parties related to the Manager during the periods September 2024 and September 2023 are as follows:

(a) Manager's Fees

The Fund appointed MCB Investment Management Co. Ltd to implement the investment strategy as specified in the Prospectus. MCB Group Limited is the ultimate holding company of the Manager. The investment management fees are detailed below:

	3 months to Sep 30, 2024	3 months to Sep 30, 2023
	USD	USD
MCB Investment Management Co. Ltd	<u>25,012</u>	<u>28,847</u>

(b) Registrar Fees

MCB Registry & Securities Ltd, which is an entity under common control, acts as the Registrar and Transfer Agent of the Fund. MCB Group Limited is the ultimate holding company of the Registrar. The Registrar fees are detailed below:

	3 months to Sep 30, 2024	3 months to Sep 30, 2023
	USD	USD
MCB Registry & Securities Ltd	<u>5,753</u>	<u>6,745</u>

AFRICAN DOMESTIC BOND FUND
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

10 RELATED PARTY TRANSACTIONS (CONT'D)

(c) Key Management Personnel (including Directors' Remuneration)

	3 months to Sep 30, 2024	3 months to Sep 30, 2023
	USD	USD
Directors fees	903	166

There is no personnel compensation for short-term employee benefits, post-employment benefits, long term benefits, termination benefits and share-based payment.

(d) Outstanding balances as at June 30,

	Sep 30, 2024	June 30, 2024
	USD	USD
Payables to related parties:		
-MCB Investment Management Co. Ltd	32,829	7,817
-MCB Registry & Securities Ltd	7,551	1,798
	40,380	9,615
Receivable from related party:		
-MCB Investment Management Co. Ltd	10	10

-The above transactions reflect the commercial objective of the Fund and occurred in the normal course of business.

-There has been no guarantees provided or received for any related party receivables or payables.

-The outstanding balances as at year end are unsecured, interest free and repayable on demand.

-Settlement for the above balances occurs in cash.

(e) Bank balances

	Sep 30, 2024	Sep 30, 2023
	USD	USD
The Mauritius Commercial Bank Ltd	15,962	80,576

11 EVENTS AFTER THE REPORTING PERIOD

On September 26, 2024, the Fund has declared a dividend of USD 0.31 per share to all shareholders registered at the close of business on October 16, 2024. The ex-div date was October 14, 2024. The payment date was on November 06, 2024.

AFRICAN DOMESTIC BOND FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

12 (a) Schedule of investments as at

June 30, 2024 Market Value (USD)	Security Description	September 30, 2024 Market Value (USD)	% of Net Assets
Quoted Foreign Fixed Income Securities			
247,264	Botswana Government Bond - 7.75% - 10-Sep-31	248,502	0.71%
33,672	Egypt Government Bond - 13.564% - 14-Jan-2030	34,144	0.10%
1,172,027	Egypt Government Bond - 14.06% - 12-Jan-2026	1,179,104	3.36%
112,503	Egypt Government Bond - 14.217% - 15-Oct-2026	113,636	0.32%
64,795	Egypt Government Bond - 14.382% - 12-Jan-2031	65,318	0.19%
601,377	Egypt Government Bond - 14.35%- 10-Sep-2024	-	-
68,000	Egypt Government Bond - 14.40% - 10-Sep-2029	69,041	0.20%
183,870	Egypt Government Bond - 14.50% - 20-Feb-2025	184,883	0.53%
333,249	Egypt Government Bond - 14.522% - 04-Jan-2025	338,079	0.96%
178,653	Egypt Government Bond - 14.531% - 14-Sep-2024	-	-
468,266	Egypt Government Bond - 14.556% - 13-Oct-2027	472,891	1.35%
33,074	Egypt Government Bond - 15.70% - 07-Nov-2027	33,260	0.09%
39,447	Egypt Government Bond - 16.10% - 07-May-2029	39,919	0.11%
232,870	Egypt Government Bond - 16.50% - 02-Apr-2026	232,587	0.66%
161,119	Egypt Government Bond - 17.18% - 09-May-2027	161,706	0.46%
-	Egypt Government Bond - 25.318% - 13-Aug-2027	200,578	0.57%
2,072,592	Egypt Treasury Bill - 0.0001% - 04-Mar-2025	2,062,643	5.89%
-	Egypt Treasury Bill - 0.0001% - 01-Apr-2025	83,920	0.24%
-	Egypt Treasury Bill - 0.0001% - 11-Mar-2025	662,841	1.89%
54,449	Ghana Government Bond - 8.35% - 16-Feb-2027	53,551	0.15%
47,311	Ghana Government Bond - 8.5% - 15-Feb-2028	46,565	0.13%
42,016	Ghana Government Bond - 8.65% - 13-Feb-2029	41,384	0.12%
38,116	Ghana Government Bond - 8.8% - 12-Feb-2030	37,571	0.11%
31,353	Ghana Government Bond - 8.95% - 11-Feb-2031	30,927	0.09%
29,535	Ghana Government Bond - 9.10% - 10-Feb-2032	29,156	0.08%
28,256	Ghana Government Bond - 9.25% - 08-Feb-2033	27,913	0.08%
27,384	Ghana Government Bond - 9.40% - 07-Feb-2034	27,071	0.08%
26,820	Ghana Government Bond - 9.55% - 06-Feb-2035	26,533	0.08%
26,490	Ghana Government Bond - 9.7% - 05-Feb-2036	26,226	0.07%
26,338	Ghana Government Bond - 9.85% - 03-Feb-2037	26,095	0.07%
26,320	Ghana Government Bond - 10% - 02-Feb-2038	26,096	0.07%
804,770	Kenya Government Bond - 11.75% - 08-Oct-2035	822,485	2.35%
623,481	Kenya Infrastructure Bond - 11.95% - 25-Oct-2038	636,174	1.82%
169,588	Kenya Infrastructure Bond - 12.20% - 22-Feb-2044	173,487	0.50%
790,049	Kenya Infrastructure Bond - 12.667% - 21-Mar-2039	806,725	2.30%
287,452	Kenya Infrastructure Bond - 12.737% - 18-Aug-2042	327,307	0.93%
150,018	Kenya Infrastructure Bond - 13.742% - 21-May-2040	153,452	0.44%
251,578	Kenya Infrastructure Bond - 18.4607% - 09-Aug-2032	494,223	1.41%
419,250	Mauritius Government Bond - 4.79% - 05-Aug-2032	450,024	1.28%
498,924	Mauritius Government Bond - 5.24% - 30-Sep-2042	546,526	1.56%
20,893	Mauritius Government Bond - 5.50% - 30-May-2044	23,181	0.07%
2,415,337	Morocco Government Bond - 2.05% - 20-Apr-2026	2,493,673	7.12%
2,218,087	Morocco Government Bond - 2.30% - 16-Jun-2031	2,325,262	6.64%

AFRICAN DOMESTIC BOND FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

12 (a) Schedule of investments as at (cont'd)

June 30, 2024 Market Value (USD)	Security Description	2024 Market Value (USD)	% of Net Assets
673,475	Morocco Government Bond - 2.70% - 17-Jun-2030	702,222	2.00%
945,487	Morocco Government Bond - 3.00% - 16-Jul-2035	1,001,607	2.86%
406,364	Morocco Government Bond - 4.00% - 14-Feb-2050	435,002	1.24%
563,417	Morocco Government Bond - 4.75% - 14-Mar-2039	595,951	1.70%
638,677	Namibia Government Bond - 9% - 15-Apr-2032	693,693	1.98%
192,762	Nigeria Government Bond - 12.1493% - 18-Jul-2034	179,536	0.51%
161,330	Nigeria Government Bond - 12.40% - 18-Mar-2036	147,078	0.42%
127,660	Nigeria Government Bond - 12.50% - 22-Jan-2026	116,072	0.33%
133,498	Nigeria Government Bond - 12.98% - 27-Mar-2050	122,818	0.35%
81,973	Nigeria Government Bond - 13% - 21-Jan-2042	75,573	0.22%
165,064	Nigeria Government Bond - 13.98% - 23-Feb-2028	150,706	0.43%
129,000	Nigeria Government Bond - 14.80% - 26-Apr-2049	120,353	0.34%
125,225	Nigeria Government Bond - 16.25% - 18-Apr-2037	116,306	0.33%
50,373	Nigeria Government Bond - 16.2884% - 17-Mar-2027	45,700	0.13%
52,791	Nigeria Government Bond - 19.0% - 21-Feb-2034	47,570	0.14%
627,425	Nigeria Government Bond - 19.89% - 15-May-2033	571,257	1.63%
165,757	Nigeria Treasury Bill - 0.001% - 06-Feb-2025	150,371	0.43%
-	Nigeria Treasury Bill - 0.001% - 28-Jan-2025	472,480	1.35%
331,214	Republic of South Africa - 6.25% - 31-Mar-2036	386,315	1.10%
202,070	Republic of South Africa - 6.50% - 28-Feb-2041	240,451	0.69%
645,676	Republic of South Africa - 7.00% - 28-Feb-2031	726,441	2.07%
1,172,560	Republic of South Africa - 8.00% - 31-Jan-2030	1,432,954	4.09%
1,156,820	Republic of South Africa - 8.25% - 31-Mar-2032	1,309,276	3.74%
979,693	Republic of South Africa - 8.50% - 31-Jan-2037	1,139,002	3.25%
668,150	Republic of South Africa - 8.75% - 31-Jan-2044	786,335	2.24%
1,114,716	Republic of South Africa - 8.75% - 28-Feb-2048	1,317,931	3.76%
962,752	Republic of South Africa - 8.875% - 28-Feb-2035	1,083,688	3.09%
841,310	Republic of South Africa - 9.00% - 31-Jan-2040	983,768	2.81%
85,281	Republic of South Africa - 11.625% - 31-Mar-2053	125,553	0.36%
2,189,395	Zambia Government Bond - 13.00% - 25-Jan-2031	2,197,438	6.27%
386,000	Zambia Government Bond - 13.00% - 03-Apr-2033	356,695	1.03%
31,032,508	TOTAL QUOTED FOREIGN FIXED INCOME SECURITIES	33,664,801	96.07%
1,191,654	TOTAL INTEREST RECEIVABLE	1,087,443	3.10%
32,224,162	TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	34,752,244	99.17%
129,643	OTHER ASSETS AND LIABILITIES	289,871	0.83%
32,353,805	NET ASSETS	35,042,115	100.00%

AFRICAN DOMESTIC BOND FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

12 (b) Categories of financial instruments

Assets and liabilities classified by currencies

	<u>BWP</u> <u>USD</u>	<u>EGP</u> <u>USD</u>	<u>GHS</u> <u>USD</u>	<u>KES</u> <u>USD</u>	<u>MAD</u> <u>USD</u>	<u>MUR</u> <u>USD</u>	<u>NAD</u> <u>USD</u>	<u>NGN</u> <u>USD</u>	<u>ZAR</u> <u>USD</u>	<u>ZMW</u> <u>USD</u>	<u>USD</u> <u>USD</u>	<u>Total</u> <u>USD</u>
At September 30, 2024												
<u>At Amortised Cost</u>												
Other receivables	-	-	-	-	-	-	-	-	-	-	9,863	9,863
Current tax asset	-	-	-	-	-	-	-	-	-	-	-	-
Cash and cash equivalents	8,350	55	-	23	27,805	26,753	38	27,080	82,011	163	170,533	342,811
<u>At Fair Value Through Profit or Loss</u>												
Financial assets at fair value through profit or loss	249,622	6,388,225	408,858	3,580,674	7,647,008	1,023,463	723,133	2,427,008	9,631,622	2,672,631	-	34,752,244
Total assets	257,972	6,388,280	408,858	3,580,697	7,674,813	1,050,216	723,171	2,454,088	9,713,633	2,672,794	180,396	35,104,918
<u>At Amortised Cost</u>												
Other payables	-	-	-	-	-	-	-	-	-	-	62,803	62,803
Net assets attributable to holders of redeemable participating shares	-	-	-	-	-	-	-	-	-	-	35,042,105	35,042,105
Total liabilities	-	-	-	-	-	-	-	-	-	-	35,104,908	35,104,908
At June 30, 2024												
<u>At Amortised Cost</u>												
Other receivables	-	-	-	-	-	-	-	-	-	-	8,346	8,346
Current tax asset	-	-	-	-	-	-	-	-	-	-	3,196	3,196
Cash and cash equivalents	-	-	48,707	12,510	-	2,524	-	108	41	-	76,371	140,261
<u>At Fair Value Through Profit or Loss</u>												
Financial assets at fair value through profit or loss	253,055	6,100,736	437,199	3,176,516	7,293,891	954,183	651,409	2,110,066	8,463,433	2,783,674	-	32,224,162
Total assets	253,055	6,100,736	485,906	3,189,026	7,293,891	956,707	651,409	2,110,174	8,463,474	2,783,674	87,913	32,375,965
<u>At Amortised Cost</u>												
Other payables	-	-	-	-	-	-	-	-	-	-	22,160	22,160
Net assets attributable to holders of redeemable participating shares	-	-	-	-	-	-	-	-	-	-	32,353,795	32,353,795
Total liabilities	-	-	-	-	-	-	-	-	-	-	32,375,955	32,375,955

AFRICAN DOMESTIC BOND FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

12 (c) Currency profile sensitivity analysis

June 30, 2024		September 30, 2024	
Market Value	Currency Profile	Market Value	% of Net Assets
(USD)		(USD)	
253,055	BWP	257,972	0.74%
6,100,736	EGP	6,388,280	18.23%
485,906	GHS	408,858	1.17%
3,189,026	KES	3,580,697	10.22%
7,293,891	MAD	7,674,813	21.90%
956,707	MUR	1,050,216	3.00%
651,409	NAD	723,171	2.06%
2,110,174	NGN	2,454,088	7.00%
8,463,474	ZAR	9,713,633	27.72%
2,783,674	ZMW	2,672,794	7.63%
65,753	USD	117,593	0.34%
32,353,805	NET ASSETS	35,042,115	100.0%
Fair Value Hierarchy			
32,224,162	Level 1	34,752,244	99.17%
32,224,162	TOTAL MARKET VALUE OF INVESTMENTS	34,752,244	99.17%

A reasonably possible strengthening/ weakening of the USD against BWP, EGP, GHS, KES, MAD, MUR, NAD, NGN, ZAR and ZMW at September 30, 2024 would have affected the measurement of financial instruments denominated in a foreign currency and affected loss by the amounts shown below.

The analysis is based on the assumption that the USD strengthened/weakened against the above currencies by 5% (2024: 5%) based on historical observation and its corresponding impact on loss/profit.

		September 30, 2024	June 30, 2024
		Impact on Profit before taxation	Impact on Loss before taxation
Currency sensitivity			
BWP	USD Weakened by 5%	higher by USD13k	lower by USD13k
BWP	USD Strengthened by 5%	lower by USD13k	higher by USD13k
EGP	USD Weakened by 5%	higher by USD319k	lower by USD305k
EGP	USD Strengthened by 5%	lower by USD319k	higher by USD305k
GHS	USD Weakened by 5%	higher by USD20k	lower by USD24k
GHS	USD Strengthened by 5%	lower by USD20k	higher by USD24k
KES	USD Weakened by 5%	higher by USD179k	lower by USD160k
KES	USD Strengthened by 5%	lower by USD179k	higher by USD160k
MAD	USD Weakened by 5%	higher by USD384k	lower by USD365k
MAD	USD Strengthened by 5%	lower by USD384k	higher by USD365k

AFRICAN DOMESTIC BOND FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

12 (c) Currency profile sensitivity analysis (cont'd)

		September 30, 2024	June 30, 2024
		Impact on Profit before taxation	Impact on Loss before taxation
<u>Currency sensitivity (cont'd)</u>			
MUR	USD Weakened by 5%	higher by USD53k	lower by USD48k
MUR	USD Strengthened by 5%	lower by USD53k	higher by USD48k
NAD	USD Weakened by 5%	higher by USD36k	lower by USD33k
NAD	USD Strengthened by 5%	lower by USD36k	higher by USD33k
NGN	USD Weakened by 5%	higher by USD123k	lower by USD106k
NGN	USD Strengthened by 5%	lower by USD123k	higher by USD106k
ZAR	USD Weakened by 5%	higher by USD486k	lower by USD423k
ZAR	USD Strengthened by 5%	lower by USD486k	higher by USD423k
ZMW	USD Weakened by 5%	higher by USD134k	lower by USD139k
ZMW	USD Strengthened by 5%	lower by USD134k	higher by USD139k

The above reflects the impact on changes in USD against other currencies, with all other variables held constant, mainly as a result of retranslation of foreign currency denominated bank balances and financial assets on profit or loss before taxation.

12 (d) Price risk sensitivity analysis

The Fund is also exposed to price risk with the incidence of the market price of debt instrument held. The table below summarises the impact of increases/(decreases) in the debt instrument price of the Fund. The analysis is based on the assumption that the price increases/decreases by 10% (2024: 10%) based on historical observation and its corresponding impact on loss/profit.

		September 30, 2024	June 30, 2024
		Impact on Profit before taxation	Impact on Loss before taxation
<u>Market price sensitivity</u>			
	Increase in fair value by 10%	higher by USD3,366k	lower by USD3,103k
	Decrease in fair value by 10%	lower by USD3,366k	higher by USD3,103k

The above reflects the impact of changes in market price, with all other variables held constant, on profit or loss before taxation.

AFRICAN DOMESTIC BOND FUND

APPENDIX: STATEMENT OF FINANCIAL HIGHLIGHTS FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

Closing exchange rate:	USD
EGP	0.9495
NGN	0.0275
GHS	2.9045
ZMW	1.7326
KES	0.3554
ZAR	2.6563
MAD	4.7238
BWP	3.5182

Calculation notes:

Management Expense Ratio = $\frac{\text{Management \& Administration Expenses}}{\text{Daily Average Net Assets}}$
(Total Expense Ratio)

Portfolio Turnover Rate = $\frac{(\text{Purchases} - \text{Subscriptions}) + (\text{Disposals} - \text{Redemptions})}{\text{Daily Average Net Assets}}$

	3 months ended September 30, 2024 USD	Year ended June 30, 2024 USD	Year ended June 30, 2023 USD	Year ended June 30, 2022 USD
Opening net asset value	32,353,805	38,242,556	43,030,777	36,348,708
Total revenue	952,260	3,786,448	3,916,471	3,685,522
Total expenses	(147,519)	(655,157)	(634,624)	(627,971)
Realised gains/(losses) for the period/year	15,295	(1,622,488)	773,433	(118,079)
Unrealised gains/(losses) for the period/year	1,394,373	(3,528,355)	(11,935,902)	(6,106,886)
Distribution declared from net income	-	(3,048,019)	(3,839,640)	(3,133,423)
Income received on issue of shares	27,108	12,986	315,310	454,180
Income paid on disposal of shares	(1,732)	(51,460)	(34,859)	(63,002)
Total increase/(decrease) from operations	2,239,785	(5,106,045)	(11,439,811)	(5,909,659)
Net subscriptions/(redemptions)	448,525	(782,706)	6,651,590	12,591,728
Closing net asset value	35,042,115	32,353,805	38,242,556	43,030,777
Portfolio Turnover Rate	6.55%	60.78%	12.09%	5.09%
Redeemable Participating Shares				
Number of shares outstanding	5,411,247	5,337,164	5,444,956	4,611,648
Management Expense Ratio (Total Expense Ratio)	0.76%	0.74%	0.70%	0.74%
Closing market price per share	6.48	6.06	7.02	9.33