

AFRICAN DOMESTIC BOND FUND

the "FUND"

UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

AFRICAN DOMESTIC BOND FUND
INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

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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 SIX MONTHS ENDED DECEMBER 31, 2024

Performance Review

As at December 31, 2024, the Fund size stood at USD 34.3m. During the quarter, the Fund posted a return of 0.4%, while the benchmark returned 0.1% in USD. The Fund declared a dividend USD 0.31 in September. The dividend yield was 9.21% at end of December 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 December 2024 are shown below:

Statistic	Fund	Benchmark
Modified duration (Years)	4.43	4.78
No. of bonds	76	514
Current Yield %	13.5%	12.7%

Country allocation in Fund as at December 2024:

Country	Fund allocation	Benchmark
Egypt	17.9%	16.8%
Nigeria	9.3%	10.3%
South Africa	24.1%	23.9%
Kenya	13.0%	13.2%
Ghana	1.6%	0.8%
Zambia	5.4%	3.1%
Morocco	22.4%	25.0%
Mauritius	3.0%	3.3%
Namibia	2.4%	2.3%
Botswana	0.7%	1.2%

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.

Africa is expected to experience modest economic growth in 2025, with recovery primarily driven by key economies like Nigeria, Egypt, and South Africa.

This recovery follows challenges like inflation and limited financing, with factors such as infrastructure investments and economic reforms contributing to the growth. However, external debt remains a major issue, as many African countries face high financial distress risks, while climate-related disruptions, like droughts and floods, threaten agricultural and food security.

MANAGER

For and on behalf of

MCB INVESTMENT MANAGEMENT CO. LTD

AFRICAN DOMESTIC BOND FUND
CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	Notes	December 31, 2024 USD	June 30, 2024 USD
ASSETS			
Other receivables	4	9,024	8,346
Current tax asset	10(a)	-	3,196
Financial assets at fair value through profit or loss	3	34,219,004	32,224,162
Cash and cash equivalents		<u>104,019</u>	<u>140,261</u>
Total assets		<u>34,332,047</u>	<u>32,375,965</u>
EQUITY			
Management share	7	<u>10</u>	<u>10</u>
LIABILITIES			
Other payables	8	54,104	22,160
Current tax liabilities	10(a)	<u>2,065</u>	-
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		56,169	22,160
Net assets attributable to holders of redeemable participating shares	6(iv)	<u>34,275,868</u>	<u>32,353,795</u>
Total liabilities		<u>34,332,037</u>	<u>32,375,955</u>
Total equity and liabilities		<u>34,332,047</u>	<u>32,375,965</u>
Net asset value per share	6(iv)	<u>6.19</u>	<u>6.06</u>

These financial statements have been approved for issue by the Board of Directors on: February 10, 2025



Ms Medina Sarah Torabally
 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 SIX MONTHS ENDED DECEMBER 31, 2024

	Notes	3-months ended Dec 31, 2024 USD	3-months ended Dec 31, 2023 USD	6 months ended Dec 31, 2024 USD	6 months ended Dec 31, 2023 USD
Income					
Interest on fixed income securities		985,739	981,106	1,937,963	2,020,910
Bank interest		123	151	159	168
		<u>985,862</u>	<u>981,257</u>	<u>1,938,122</u>	<u>2,021,078</u>
Expenses					
Manager's fees	11(a)	(25,783)	(28,083)	(50,795)	(56,930)
Custodian's fees		(13,837)	(18,358)	(32,758)	(36,597)
Licence fees		(8,446)	(8,707)	(17,071)	(17,408)
Registrar's fees	11(b)	(5,985)	(6,822)	(11,738)	(13,567)
Other direct expenses		(4,022)	(3,799)	(11,929)	(11,272)
Professional fees		(1,863)	(1,454)	(3,276)	(2,908)
		<u>(59,936)</u>	<u>(67,223)</u>	<u>(127,567)</u>	<u>(138,682)</u>
Net Income		<u>925,926</u>	<u>914,034</u>	<u>1,810,555</u>	<u>1,882,396</u>
Fair value (losses)/gains on financial assets		(748,237)	62,376	652,552	(1,258,897)
Foreign exchange losses		(39,678)	(42,315)	(46,094)	(117,705)
Gains on disposal of financial assets		39,234	13,752	54,529	16,101
		<u>(748,681)</u>	<u>33,813</u>	<u>660,987</u>	<u>(1,360,501)</u>
Profit before distribution		<u>177,245</u>	<u>947,847</u>	<u>2,471,542</u>	<u>521,895</u>
Distribution to holders of redeemable participating shares		(1,677,487)	(1,525,581)	(1,677,487)	(1,525,581)
(Loss)/Profit before taxation		<u>(1,500,242)</u>	<u>(577,734)</u>	<u>794,055</u>	<u>(1,003,686)</u>
Taxation	10(b)	(30,827)	(37,976)	(110,715)	(163,079)
(Loss)/Profit for the period		<u>(1,531,069)</u>	<u>(615,710)</u>	<u>683,340</u>	<u>(1,166,765)</u>
Equalisation					
Income received on units created		9,821	7,512	36,929	8,435
Income paid on units liquidated		-	(371)	(1,732)	(371)
		<u>9,821</u>	<u>7,141</u>	<u>35,197</u>	<u>8,064</u>
(Decrease)/Increase in net assets attributable to holders of redeemable participating shares		<u>(1,521,248)</u>	<u>(608,569)</u>	<u>718,537</u>	<u>(1,158,701)</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 SIX MONTHS ENDED DECEMBER 31, 2024

	<u>Notes</u>	<u>Total USD</u>
At July 01, 2024		32,353,795
Issue of redeemable participating shares	6 (ii)	1,291,903
Redemption of redeemable participating shares	6 (ii)	(88,367)
Increase in net assets attributable to holders of redeemable participating shares		<u>718,537</u>
At December 31, 2024		<u><u>34,275,868</u></u>
At July 01, 2023		38,242,546
Issue of redeemable participating shares	6 (ii)	638,177
Redemption of redeemable participating shares	6 (ii)	(24,648)
Decrease in net assets attributable to holders of redeemable participating shares		<u>(1,158,701)</u>
At December 31, 2023		<u><u>37,697,374</u></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 SIX MONTHS ENDED DECEMBER 31, 2024

	Notes	6 months ended Dec 31, 2024	6 months ended Dec 31, 2023
		USD	USD
Cash flows from operating activities			
Cash used in operations	9 (a)	(96,132)	(136,019)
Tax paid		(105,454)	(182,146)
Interest received on fixed income securities		1,504,783	1,848,732
Purchase of financial assets*		(3,470,197)	(4,331,222)
Proceeds from disposal of financial assets*		2,615,606	2,121,512
Net cash generated from/(used in) operating activities		448,606	(679,143)
Cash flows from financing activities			
Issue of redeemable participating shares	6 (ii)	526,993	18,020
Redemption of redeemable participating shares	6 (ii)	(88,367)	(24,648)
Income received on redeemable participating shares created		36,929	8,435
Income paid on redeemable participating shares liquidated		(1,732)	(371)
Distribution paid to holders of redeemable participating shares	5	(912,577)	(905,424)
Net cash used in financing activities		(438,754)	(903,988)
Increase/(Decrease) in cash and cash equivalents		9,852	(1,583,131)
Movement in cash and cash equivalents			
At July 01,		140,261	2,279,341
Increase/(Decrease) in cash and cash equivalents		9,852	(1,583,131)
Effect of Foreign exchange difference		(46,094)	(117,705)
At December 31,	9(b)	104,019	578,505

* 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 SIX MONTHS ENDED DECEMBER 31, 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

	6 months to Dec 31, 2024	Year to Jun 30, 2024
	USD	USD
At July 01,	31,032,508	34,624,047
Additions during the period/year	3,470,197	12,621,970
Disposal during the period/year	(4,220,607)	(15,101,061)
Fair value gains/(losses) on financial assets	652,552	(3,612,644)
Fair value release on disposal	1,659,530	2,500,196
	32,594,180	31,032,508
Interest receivable	1,624,824	1,191,654
At December 31,	34,219,004	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 34,219,009 (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

	Dec 31, 2024	Jun 30, 2024
	USD	USD
Share capital receivable (note 7)	10	10
Other receivable	889	40
Prepayments	8,125	8,296
	9,024	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 SIX MONTHS ENDED DECEMBER 31, 2024

5 DISTRIBUTION TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	6 months to Dec 31, 2024	6 months to Dec 31, 2023
	USD	USD
Distribution declared during the period	<u>1,677,487</u>	<u>1,525,581</u>
Distribution paid during the period	912,577	905,424
Distribution re-invested during the period (note 6 (ii))	<u>764,910</u>	<u>620,157</u>
	<u>1,677,487</u>	<u>1,525,581</u>
Interim per unit	0.31	0.28
Final per unit	<u>-</u>	<u>-</u>
	<u>0.31</u>	<u>0.28</u>

On April 06, 2021, the Board approved and implemented a dividend reinvestment plan, whereby investors have the option to reinvest their dividends in the Fund automatically by completing an Election Form available online at www.mbcapitalmarkets.mu and returning it by e-mail to contact.rs@mcbcm.mu or to MCB Registry & Securities Ltd, Sir William Newton Street, Port Louis, Mauritius.

6 MOVEMENT IN REDEEMABLE PARTICIPATING SHARES

	6 months to Dec 31, 2024	6 months to Dec 31, 2023
	No. of Shares	No. of Shares
Issued and fully paid		
(i) At July 01,	5,337,164	5,444,956
Issue of shares during the period	211,770	97,445
Redemption of shares during the period	<u>(14,921)</u>	<u>(3,712)</u>
At December 31,	<u>5,534,013</u>	<u>5,538,689</u>
	6 months to Dec 31, 2024	6 months to Dec 31, 2023
	USD	USD
(ii) At July 01,	53,162,413	53,945,119
Issue of shares during the year - Cash consideration	526,993	18,020
Issue of shares during the year - Non cash (note 6)	764,910	620,157
Redemption of shares during the period	<u>(88,367)</u>	<u>(24,648)</u>
At December 31,	<u>54,365,949</u>	<u>54,558,648</u>

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.

AFRICAN DOMESTIC BOND FUND
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

6 MOVEMENT IN REDEEMABLE PARTICIPATING SHARES (CONT'D)

(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

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.

	Dec 31, 2024	Jun 30, 2024
	USD	USD
Net Assets calculated as per Prospectus	34,280,532	32,272,342
Adjustments:		
Formation costs	(1,021)	(1,021)
Other receivable	(10,850)	78,996
Other payables	11	11
Tax liabilities	7,196	3,467
Net Assets as per Financial Reporting	34,275,868	32,353,795

(iv) Reconciliation of Net Asset Value per Share

	Per Share	Per Share
	USD	USD
Net Assets per share calculated as per Prospectus	6.19	6.05
Adjustments:		
Formation costs	(0.00)	(0.00)
Other receivable	(0.00)	0.01
Other payables	0.00	0.00
Tax liabilities	0.00	0.00
Net Assets per share as per Financial Reporting	6.19	6.06

7 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 December 31, 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.

AFRICAN DOMESTIC BOND FUND
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

7 MANAGEMENT SHARE (CONT'D)

(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.

8 OTHER PAYABLES

	Dec 31, 2024	Jun 30, 2024
	USD	USD
Manager's fees payable	25,783	7,817
Registrar's fees payable	5,930	1,798
Custodian's fees payable	9,515	4,290
Index provider fee payable	9,393	3,126
Professional fees payable	3,483	5,129
	54,104	22,160

9 NOTES TO THE STATEMENT OF CASH FLOWS

	Notes	6 months to Dec 31, 2024	6 months to Dec 31, 2023
		USD	USD
(a) Cash used in operations			
Profit before taxation		794,055	521,895
Adjustments for:			
Fair value (gains)/losses on financial assets	3	(652,552)	1,258,897
Foreign exchange losses		46,094	117,705
Gains on disposal of financial assets		(54,529)	(16,101)
Interest income on fixed income securities		(1,937,963)	(2,020,910)
		(127,408)	(138,514)
Changes in working capital:			
Other receivables		(678)	(2,715)
Other payables		31,954	5,210
Cash used in operations		(96,132)	(136,019)
		Dec 31, 2024	Dec 31, 2023
(b) Cash and cash equivalents		USD	USD
Cash at bank		104,019	578,505

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

AFRICAN DOMESTIC BOND FUND
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

10 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

	Dec 31, 2024	June 30, 2024
	USD	USD
At July 01,	(3,196)	7,839
Charge for the period/year	110,715	391,945
Paid during the period/year	(105,454)	(402,980)
At December 31,	2,065	(3,196)

(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:

	6 months to Dec 31, 2024	6 months to Dec 31, 2023
	USD	USD
Profit/(loss) after distribution and before taxation	794,055	(1,003,686)
Tax calculated at a rate of 15% (2024 : 15%)	119,108	(150,553)
Tax effect on:		
Expenses not deductible for tax purposes	270,044	437,769
Income not subject to tax	(311,647)	(177,478)
Corporate Climate Responsibility Levy @ 2%	10,334	-
Relief on foreign tax suffered	(76,676)	(101,561)
Withholding tax suffered	99,552	154,902
Tax charge	110,715	163,079

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.

11 RELATED PARTY TRANSACTIONS

The transactions of the Fund with parties related to the Manager during the periods December 2024 and December 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:

	6 months to Dec 31, 2024	6 months to Dec 31, 2023
	USD	USD
MCB Investment Management Co. Ltd	50,795	56,930

AFRICAN DOMESTIC BOND FUND
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

11 RELATED PARTY TRANSACTIONS (CONT'D)

(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:

	6 months to Dec 31, 2024	6 months to Dec 31, 2023
	USD	USD
MCB Registry & Securities Ltd	11,738	13,567

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

	6 months to Dec 31, 2024	6 months to Dec 31, 2023
	USD	USD
Directors fees	1,752	331

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

	Dec 31, 2024	June 30, 2024
	USD	USD
Payables to related parties:		
-MCB Investment Management Co. Ltd	25,783	7,817
-MCB Registry & Securities Ltd	5,930	1,798
	31,713	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

	Dec 31, 2024	Dec 31, 2023
	USD	USD
The Mauritius Commercial Bank Ltd	157	14,639

AFRICAN DOMESTIC BOND FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

12 (a) Schedule of investments as at

June 30, 2024 Market Value (USD)	Security Description	December 31, 2024 Market Value (USD)	% of Net Assets
Quoted Foreign Fixed Income Securities			
247,264	Botswana Government Bond - 7.75% - 10-Sep-31	226,824	0.66%
33,672	Egypt Government Bond - 13.564% - 14-Jan-2030	34,308	0.10%
1,172,027	Egypt Government Bond - 14.06% - 12-Jan-2026	1,151,994	3.36%
112,503	Egypt Government Bond - 14.217% - 15-Oct-2026	110,964	0.32%
64,795	Egypt Government Bond - 14.382% - 12-Jan-2031	66,020	0.19%
601,377	Egypt Government Bond - 14.35%- 10-Sep-2024	-	-
68,000	Egypt Government Bond - 14.40% - 10-Sep-2029	69,116	0.20%
183,870	Egypt Government Bond - 14.50% - 20-Feb-2025	181,688	0.53%
333,249	Egypt Government Bond - 14.522% - 04-Jan-2025	334,396	0.98%
178,653	Egypt Government Bond - 14.531% - 14-Sep-2024	-	-
468,266	Egypt Government Bond - 14.556% - 13-Oct-2027	460,391	1.34%
33,074	Egypt Government Bond - 15.70% - 07-Nov-2027	32,702	0.10%
39,447	Egypt Government Bond - 16.10% - 07-May-2029	39,844	0.12%
232,870	Egypt Government Bond - 16.50% - 02-Apr-2026	225,401	0.66%
161,119	Egypt Government Bond - 17.18% - 09-May-2027	156,467	0.46%
-	Egypt Government Bond - 24.458% - 01-Oct-2027	55,493	0.16%
-	Egypt Government Bond - 25.318% - 13-Aug-2027	285,212	0.83%
2,072,592	Egypt Treasury Bill - 0.0001% - 04-Mar-2025	1,960,099	5.72%
-	Egypt Treasury Bill - 0.0001% - 01-Apr-2025	79,748	0.23%
-	Egypt Treasury Bill - 0.0001% - 11-Mar-2025	629,888	1.84%
54,449	Ghana Government Bond - 8.35% - 16-Feb-2027	67,612	0.20%
47,311	Ghana Government Bond - 8.5% - 15-Feb-2028	60,275	0.18%
42,016	Ghana Government Bond - 8.65% - 13-Feb-2029	54,644	0.16%
38,116	Ghana Government Bond - 8.8% - 12-Feb-2030	50,354	0.15%
31,353	Ghana Government Bond - 8.95% - 11-Feb-2031	41,062	0.12%
29,535	Ghana Government Bond - 9.10% - 10-Feb-2032	38,917	0.11%
28,256	Ghana Government Bond - 9.25% - 08-Feb-2033	37,359	0.11%
27,384	Ghana Government Bond - 9.40% - 07-Feb-2034	37,442	0.11%
26,820	Ghana Government Bond - 9.55% - 06-Feb-2035	35,524	0.10%
26,490	Ghana Government Bond - 9.7% - 05-Feb-2036	35,068	0.10%
26,338	Ghana Government Bond - 9.85% - 03-Feb-2037	34,064	0.10%
26,320	Ghana Government Bond - 10% - 02-Feb-2038	34,010	0.10%
804,770	Kenya Government Bond - 11.75% - 08-Oct-2035	937,019	2.73%
623,481	Kenya Infrastructure Bond - 11.95% - 25-Oct-2038	710,914	2.07%
169,588	Kenya Infrastructure Bond - 12.20% - 22-Feb-2044	199,312	0.58%
790,049	Kenya Infrastructure Bond - 12.667% - 21-Mar-2039	921,276	2.69%
287,452	Kenya Infrastructure Bond - 12.737% - 18-Aug-2042	379,470	1.11%
-	Kenya Infrastructure Bond - 14.399% - 20-Feb-2040	131,470	0.38%
150,018	Kenya Infrastructure Bond - 13.742% - 21-May-2040	176,586	0.52%
251,578	Kenya Infrastructure Bond - 18.4607% - 09-Aug-2032	782,442	2.28%
419,250	Mauritius Government Bond - 4.79% - 05-Aug-2032	420,518	1.23%
498,924	Mauritius Government Bond - 5.24% - 30-Sep-2042	505,026	1.47%
20,893	Mauritius Government Bond - 5.50% - 30-May-2044	44,690	0.13%

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

June 30, 2024		December 31, 2024	
Market Value	Security Description	Market Value	% of Net
(USD)		(USD)	Assets
2,415,337	Morocco Government Bond - 2.05% - 20-Apr-2026	2,399,827	7.00%
2,218,087	Morocco Government Bond - 2.30% - 16-Jun-2031	2,255,958	6.58%
673,475	Morocco Government Bond - 2.70% - 17-Jun-2030	678,899	1.98%
945,487	Morocco Government Bond - 3.00% - 16-Jul-2035	971,010	2.83%
406,364	Morocco Government Bond - 4.00% - 14-Feb-2050	425,438	1.24%
563,417	Morocco Government Bond - 4.75% - 14-Mar-2039	578,820	1.69%
638,677	Namibia Government Bond - 9.00% - 15-Apr-2032	620,961	1.81%
-	Namibia Government Bond - 10.0% - 15-Oct-2048	157,440	0.46%
192,762	Nigeria Government Bond - 12.1493% - 18-Jul-2034	185,101	0.54%
161,330	Nigeria Government Bond - 12.40% - 18-Mar-2036	150,152	0.44%
127,660	Nigeria Government Bond - 12.50% - 22-Jan-2026	126,072	0.37%
133,498	Nigeria Government Bond - 12.98% - 27-Mar-2050	129,191	0.38%
81,973	Nigeria Government Bond - 13% - 21-Jan-2042	80,212	0.23%
165,064	Nigeria Government Bond - 13.98% - 23-Feb-2028	158,811	0.46%
129,000	Nigeria Government Bond - 14.80% - 26-Apr-2049	126,151	0.37%
125,225	Nigeria Government Bond - 16.25% - 18-Apr-2037	117,734	0.34%
50,373	Nigeria Government Bond - 16.2884% - 17-Mar-2027	48,075	0.14%
52,791	Nigeria Government Bond - 19.0% - 21-Feb-2034	569,065	1.66%
627,425	Nigeria Government Bond - 19.89% - 15-May-2033	624,647	1.82%
165,757	Nigeria Treasury Bill - 0.001% - 06-Feb-2025	162,558	0.47%
-	Nigeria Treasury Bill - 0.001% - 28-Jan-2025	510,773	1.49%
-	Nigeria Treasury Bill - 0.0001% - 14-Jan-2025	40,223	0.12%
331,214	Republic of South Africa - 6.25% - 31-Mar-2036	346,000	1.01%
202,070	Republic of South Africa - 6.50% - 28-Feb-2041	212,813	0.62%
645,676	Republic of South Africa - 7.00% - 28-Feb-2031	660,422	1.93%
1,172,560	Republic of South Africa - 8.00% - 31-Jan-2030	576,157	1.68%
1,156,820	Republic of South Africa - 8.25% - 31-Mar-2032	1,185,274	3.46%
979,693	Republic of South Africa - 8.50% - 31-Jan-2037	1,019,642	2.97%
668,150	Republic of South Africa - 8.75% - 31-Jan-2044	698,047	2.04%
1,114,716	Republic of South Africa - 8.75% - 28-Feb-2048	1,161,109	3.39%
962,752	Republic of South Africa - 8.875% - 28-Feb-2035	1,048,724	3.06%
841,310	Republic of South Africa - 9.00% - 31-Jan-2040	877,145	2.56%
85,281	Republic of South Africa - 11.625% - 31-Mar-2053	110,688	0.32%
2,189,395	Zambia Government Bond - 13.00% - 25-Jan-2031	1,364,045	3.98%
386,000	Zambia Government Bond - 13.00% - 03-Apr-2033	381,387	1.12%
31,032,508	TOTAL QUOTED FOREIGN FIXED INCOME SECURITIES	32,594,180	95.09%
1,191,654	TOTAL INTEREST RECEIVABLE	1,624,824	4.74%
32,224,162	TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	34,219,004	99.83%
129,643	OTHER ASSETS AND LIABILITIES	56,874	0.17%
32,353,805	NET ASSETS	34,275,878	100.00%

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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 December 31, 2024												
<u>At Amortised Cost</u>												
Other receivables	-	-	-	-	-	-	-	-	-	-	9,024	9,024
Current tax asset	-	-	-	-	-	-	-	-	-	-	-	-
Cash and cash equivalents	7,729	18,085	-	12,106	26,651	1,631	1	-	-	31,964	5,852	104,019
<u>At Fair Value Through Profit or Loss</u>												
Financial assets at fair value through profit or loss	232,454	6,562,418	561,694	4,375,503	7,447,863	985,575	794,664	3,219,936	8,169,765	1,869,132	-	34,219,004
Total assets	240,183	6,580,503	561,694	4,387,609	7,474,514	987,206	794,665	3,219,936	8,169,765	1,901,096	14,876	34,332,047
<u>At Amortised Cost</u>												
Other payables	-	-	-	-	-	-	-	-	-	-	56,169	56,169
Net assets attributable to holders of redeemable participating shares	-	-	-	-	-	-	-	-	-	-	34,275,868	34,275,868
Total liabilities	-	-	-	-	-	-	-	-	-	-	34,332,037	34,332,037
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

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12 (c) Currency profile sensitivity analysis

June 30, 2024		December 31, 2024	
Market Value	Currency Profile	Market Value	% of Net Assets
(USD)		(USD)	
253,055	BWP	240,183	0.70%
6,100,736	EGP	6,580,503	19.20%
485,906	GHS	561,694	1.64%
3,189,026	KES	4,387,609	12.80%
7,293,891	MAD	7,474,514	21.81%
956,707	MUR	987,206	2.88%
651,409	NAD	794,665	2.32%
2,110,174	NGN	3,219,936	9.39%
8,463,474	ZAR	8,169,765	23.84%
2,783,674	ZMW	1,901,096	5.55%
65,753	USD	-41,293	(0.12%)
32,353,805	NET ASSETS	34,275,878	100.0%
<u>Fair Value Hierarchy</u>			
32,224,162	Level 1	34,219,004	99.83%
32,224,162	TOTAL MARKET VALUE OF INVESTMENTS	34,219,004	99.83%

A reasonably possible strengthening/ weakening of the USD against BWP, EGP, GHS, KES, MAD, MUR, NAD, NGN, ZAR and ZMW at December 31, 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.

<u>Currency sensitivity</u>		December 31, 2024	June 30, 2024
		Impact on Profit before taxation	Impact on Loss before taxation
BWP	USD Weakened by 5%	higher by USD12k	lower by USD13k
BWP	USD Strengthened by 5%	lower by USD12k	higher by USD13k
EGP	USD Weakened by 5%	higher by USD329k	lower by USD305k
EGP	USD Strengthened by 5%	lower by USD329k	higher by USD305k
GHS	USD Weakened by 5%	higher by USD28k	lower by USD24k
GHS	USD Strengthened by 5%	lower by USD28k	higher by USD24k
KES	USD Weakened by 5%	higher by USD219k	lower by USD160k
KES	USD Strengthened by 5%	lower by USD219k	higher by USD160k
MAD	USD Weakened by 5%	higher by USD374k	lower by USD365k
MAD	USD Strengthened by 5%	lower by USD374k	higher by USD365k

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

		December 31, 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 USD49k	lower by USD48k
MUR	USD Strengthened by 5%	lower by USD49k	higher by USD48k
NAD	USD Weakened by 5%	higher by USD40k	lower by USD33k
NAD	USD Strengthened by 5%	lower by USD40k	higher by USD33k
NGN	USD Weakened by 5%	higher by USD161k	lower by USD106k
NGN	USD Strengthened by 5%	lower by USD161k	higher by USD106k
ZAR	USD Weakened by 5%	higher by USD409k	lower by USD423k
ZAR	USD Strengthened by 5%	lower by USD409k	higher by USD423k
ZMW	USD Weakened by 5%	higher by USD95k	lower by USD139k
ZMW	USD Strengthened by 5%	lower by USD95k	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.

		December 31, 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 USD3,259k	lower by USD3,103k
	Decrease in fair value by 10%	lower by USD3,259k	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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

Closing exchange rate:	USD
EGP	0.0197
NGN	0.0006
GHS	0.0680
ZMW	0.0359
KES	0.0077
ZAR	0.0531
MAD	0.0987
BWP	0.0717

Calculation notes:

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

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

	6 months ended December 31, 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	1,938,122	3,786,448	3,916,471	3,685,522
Total expenses	(238,282)	(655,157)	(634,624)	(627,971)
Realised gains/(losses) for the period/year	54,529	(1,622,488)	773,433	(118,079)
Unrealised gains/(losses) for the period/year	606,458	(3,528,355)	(11,935,902)	(6,106,886)
Distribution declared from net income	(1,677,487)	(3,048,019)	(3,839,640)	(3,133,423)
Income received on issue of shares	36,929	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	718,537	(5,106,045)	(11,439,811)	(5,909,659)
Net subscriptions/(redemptions)	1,203,536	(782,706)	6,651,590	12,591,728
Closing net asset value	34,275,878	32,353,805	38,242,556	43,030,777
Portfolio Turnover Rate	16.45%	60.78%	12.09%	5.09%
Redeemable Participating Shares				
Number of shares outstanding	5,534,013	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	6.19	6.06	7.02	9.33