

**CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2021**

| | Dec 31, 2021 | Jun 30, 2021 |
|--|-----------------------|-------------------|
| | USD | USD |
| ASSETS | | |
| Non-Current Asset | | |
| Financial assets at fair value through profit or loss | 35,210,196 | 35,963,536 |
| Current Assets | | |
| Other receivables | 11,795 | 8,376 |
| Cash and cash equivalents | 3,045,983 | 2,756,080 |
| Total current assets | <u>3,057,778</u> | <u>2,764,456</u> |
| Total Assets | <u>USD 38,267,974</u> | <u>38,727,992</u> |
| REPRESENTED BY: | | |
| Net assets attributable to holders of redeemable participating shares | 35,245,967 | 36,348,698 |
| Management Share | 10 | 10 |
| | <u>35,245,977</u> | <u>36,348,708</u> |
| Current Liabilities | | |
| Other payables | 3,012,597 | 2,366,506 |
| Current tax liability | 9,400 | 12,778 |
| Total current liabilities | <u>3,021,997</u> | <u>2,379,284</u> |
| Total net assets attributable to holders of redeemable participating shares and liabilities | <u>USD 38,267,974</u> | <u>38,727,992</u> |
| Net asset value per share | <u>USD 10.45</u> | <u>10.97</u> |

**CONDENSED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED DECEMBER 31, 2021**

| | 3-months ended December 31, 2021 | 3-months ended December 31, 2020 | 6-months ended December 31, 2021 | 6-months ended December 31, 2020 |
|--|--|--|--|--|
| | USD | USD | USD | USD |
| Income | | | | |
| Income on fixed income securities | 938,191 | 909,007 | 1,842,989 | 1,698,750 |
| | <u>938,191</u> | <u>909,007</u> | <u>1,842,989</u> | <u>1,698,750</u> |
| Expenses | | | | |
| Manager's fees | 28,361 | 24,577 | 56,176 | 45,183 |
| Custodian's fees | 16,315 | 13,661 | 32,981 | 26,084 |
| Licence fees | 10,037 | 8,780 | 20,052 | 17,551 |
| Registrar's fees | 6,802 | 6,100 | 13,263 | 10,839 |
| Professional fees | 1,033 | 1,711 | 5,517 | 1,711 |
| Other direct expenses | 6,405 | 5,078 | 9,533 | 7,970 |
| | <u>68,953</u> | <u>59,907</u> | <u>137,522</u> | <u>109,338</u> |
| Fair value (losses)/gains on financial assets | (917,559) | 1,677,179 | (1,661,648) | 2,554,825 |
| Foreign exchange losses | (103,790) | (36,403) | (132,803) | (74,627) |
| (Losses)/gains on disposal of financial assets | (114,657) | 44,940 | (114,657) | 44,449 |
| | <u>(1,136,006)</u> | <u>1,685,716</u> | <u>(1,909,108)</u> | <u>2,524,647</u> |
| (Loss)/profit before taxation | (266,768) | 2,534,816 | (203,641) | 4,114,059 |
| Taxation | (88,502) | (63,025) | (185,310) | (119,093) |
| (Loss)/profit for the period | <u>(355,270)</u> | <u>2,471,791</u> | <u>(388,951)</u> | <u>3,994,966</u> |
| Equalisation | | | | |
| Income received on units created | 48,118 | 24,818 | 76,423 | 187,944 |
| Income paid on units liquidated | (63,002) | - | (63,002) | - |
| Total comprehensive income for the period | <u>(370,154)</u> | <u>2,496,609</u> | <u>(375,530)</u> | <u>4,182,910</u> |

**CONDENSED STATEMENT OF NET ASSETS ATTRIBUTABLE TO HOLDERS
OF REDEEMABLE PARTICIPATING SHARES FOR THE PERIOD ENDED DECEMBER 31, 2021**

| | USD | USD |
|---|-------------------|-------------------|
| Net Assets Attributable to holders of redeemable participating shares: | | |
| Balance at July 01, 2021/2020 | 36,348,698 | 25,130,791 |
| Issue of redeemable participating shares | 3,618,253 | 4,807,056 |
| Redemption of redeemable participating shares | (2,926,732) | - |
| Total comprehensive income for the period | (375,530) | 4,182,910 |
| Dividend declared and paid during the period | (1,418,722) | (1,384,513) |
| Balance at December 31, 2021/2020 | <u>35,245,967</u> | <u>32,736,244</u> |

CONDENSED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED DECEMBER 31, 2021

| | 6-months ended December 31, 2021 | 6-months ended December 31, 2020 |
|---|--|--|
| | USD | USD |
| Cash flows from operating activities | | |
| Cash generated from/(used in) operations | 505,150 | (95,121) |
| Tax paid | (188,687) | (110,175) |
| Net cash generated from/(used in) operating activities | <u>316,463</u> | <u>(205,296)</u> |
| Cash flow from investing activities | | |
| Interest received | 1,844,502 | 1,524,165 |
| Purchase of financial assets | (4,476,921) | (5,925,237) |
| Proceeds from disposal financial assets | 3,452,441 | 1,666,812 |
| Net cash generated from/(used in) investing activities | <u>820,022</u> | <u>(2,734,260)</u> |
| Cash flows from financing activities | | |
| Net proceeds from units created and liquidated | 66,845 | 4,807,056 |
| Net income on units created and liquidated | 13,421 | 187,944 |
| Distribution to unitholders | (794,046) | (1,384,513) |
| Net cash (used in)/generated from financing activities | <u>(713,780)</u> | <u>3,610,487</u> |
| Increase in cash and cash equivalents | <u>422,705</u> | <u>670,931</u> |
| Movement in Cash and Cash Equivalents | | |
| Opening balance | 2,756,081 | 81,560 |
| Increase in cash and cash equivalents | 422,705 | 670,931 |
| Foreign exchange difference | (132,803) | (74,627) |
| Closing balance | <u>3,045,983</u> | <u>677,864</u> |

Background

African Domestic Bond Fund (the "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 (the "FSC") to operate as a Collective Investment Scheme, categorised as a Global Scheme. The Fund was listed on the Stock Exchange of Mauritius on September 18, 2018.

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 is managed by MCB Investment Management Co. Ltd (the "Manager"), which is a company duly licensed by the FSC to promote funds and offer management, administration, distribution and other services to collective investment schemes and closed-end funds.

The interim financial statements are unaudited and have been prepared in compliance with the requirements of the Securities Act 2005, the Securities Regulations 2008 and International Financial Reporting Standards (IFRS). The unaudited interim financial statements are prepared under the historical cost convention, except that financial assets at fair value through profit or loss are stated at fair value.

Copies of the abridged unaudited interim financial statements can be viewed on our website: www.mcbcapitalmarkets.mu. Investors may also obtain a hard copy of the Interim Reports by request to the CIS Manager, either by emailing on mcbim@mcbcm.mu or writing to MCB Investment Management, Sir William Newton Street, Port Louis, Republic of Mauritius.

This communiqué is issued pursuant to Listing Rule 12.20 and Securities Act 2005.

The Board of Directors of African Domestic Bond Fund accepts full responsibility for the accuracy of the information contained in this communiqué.