

STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2019

	June 30, 2019	June 30, 2018
	USD	USD
ASSETS		
Non-current asset		
Financial assets at fair value through profit or loss	9,187,115	24,405,966
Current Assets		
Other receivables	19,949	8,187
Cash and cash equivalents	10,096	8,196
Total current assets	30,045	16,383
Total Assets	USD 9,217,160	24,422,349
REPRESENTED BY:		
Net assets attributable to holders of redeemable participating shares	9,193,199	24,324,913
Management Share	10	10
	9,193,209	24,324,923
Current liabilities		
Other payables	10,037	72,064
Current tax liability	13,914	25,362
Total Liabilities	23,951	97,426
Total net assets attributable to holders of redeemable participating shares	USD 9,217,160	24,422,349
Net asset value per share	USD 9.84	9.30

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2019

	Year ended June 30, 2019	Year ended June 30, 2018
	USD	USD
Income		
Income on fixed income securities	695,427	1,563,785
Interest income	19	401
Refund from Fund Manager (to cap total expense ratio)	29,521	-
	724,967	1,564,186
Expenses		
Manager's fees	65,510	173,185
Registrar's fees	6,482	17,924
Custodian's fees	9,594	9,221
Professional fees	3,641	12,550
Other direct fees	38,009	24,554
Advance to Manager (to cap total expense ratio)	-	2,003
	123,236	239,437
Fair value gains/(losses) on financial assets	175,695	(1,713,319)
Foreign exchange(losses)/gains	(27,214)	191,774
Gains/(Losses) on disposal of financial assets	316,690	(3,004,967)
	465,171	(4,526,512)
Profit/(Loss) before taxation	1,066,902	(3,201,763)
Taxation	(42,703)	(125,345)
Profit/(Loss) for the year	1,024,199	(3,327,108)
Equalisation		
Income received on shares created	-	760,856
Income paid on shares liquidated	(386,663)	(36,599)
	(386,663)	724,257
Increase/(Decrease) in Net Assets Attributable	637,536	(2,602,851)

STATEMENT OF NET ASSETS FOR THE YEAR ENDED JUNE 30, 2019

	USD	USD
Net Assets Attributable to holders of redeemable participating shares:		
Balance at July 01, 2018/ 2017	24,324,913	9,761,160
Issue during the year	-	23,306,579
Redemption during the year	(15,245,846)	(4,262,727)
Increase/(Decrease) in Net Assets Attributable for the year	637,536	(2,602,851)
Dividend declared and paid during the year	(523,404)	(1,877,248)
Balance at June 30, 2019/2018	9,193,199	24,324,913

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2019

	Year ended June 30, 2019	Year ended June 30, 2018
	USD	USD
Cash used in operations		
Cash used in operations	(167,485)	(184,109)
Refund for the year	4,341	-
Tax paid	(58,492)	(120,368)
Net cash used in operations	(221,636)	(304,477)
Cash flows generated from/(used in) investing activities		
Interest received	1,251,895	727,840
Purchase of financial assets	(9,734,131)	(88,742,363)
Proceeds from disposal of financial assets	24,888,899	70,219,053
Net cash generated from/(used in) investing activities	16,406,663	(17,795,470)
Cash flows (used in)/generated from financing activities		
Issue of participating shares	-	23,306,579
Redemption of participating shares	(15,245,846)	(4,262,727)
Income received on participating shares created	-	760,856
Income paid on participating shares liquidated	(386,663)	(36,599)
Dividend paid	(523,404)	(1,877,248)
Net cash (used in)/generated from financing activities	(16,155,913)	17,890,861
Increase/(Decrease) in cash and cash equivalents	29,114	(209,086)
Movement in Cash and Cash Equivalents		
At July 01,	8,196	25,508
Increase/(Decrease)	29,114	(209,086)
Foreign exchange (losses)/gains	(27,214)	191,774
At June 30,	10,096	8,196

Background

MCB India Sovereign Bond ETF (the "Fund") was incorporated in Mauritius under the Companies Act 2001 on March 04, 2016 as a public company with liability limited by shares and holds a Category 1 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 June 06, 2016.

The Fund's objective is to track the performance of Zyfin India Sovereign Bond Liquid Index in USD which constitutes the most liquid fixed rate, local currency sovereign bond issued by the Central Government of India.

The Fund is promoted by MCB Investment Management Co. Ltd (the "Fund 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 financial statements are audited 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 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 audited financial statements can be viewed on our website: www.mbcapitalmarkets.mu. Investors may also obtain a hard copy of the Annual 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 12.14 and Securities Act 2005.

The Board of Directors of MCB India Sovereign Bond ETF accepts full responsibility for the accuracy of the information contained in this communiqué.

By order of the Board

September 26, 2019