

AFRICAN DOMESTIC BOND FUND

the "FUND"

UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED MARCH 31, 2025

AFRICAN DOMESTIC BOND FUND
INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2025

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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

		Date of appointment
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
	Mrs. Vandana Sandya Nathoo	February 12, 2025
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 NINE MONTHS ENDED MARCH 31, 2025

Performance Review

As at 31 March 2025, the Fund's size stood at USD 36 million. The Fund delivered a return of 5.2% during the quarter, compared to the benchmark return of 6.8% in USD terms. The Fund's dividend yield was 9.22% at the end of March 2025.

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 March 2025 are shown below:

Statistic	Fund	Benchmark
Modified duration (Years)	4.51	4.77
No. of bonds	71	532
Current Yield %	13.0%	12.1%

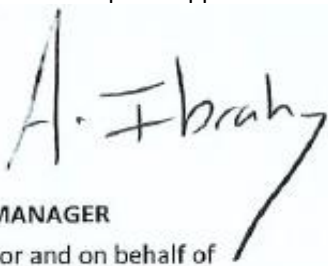
Country allocation in Fund as at March 2025:

Country	Fund allocation	Benchmark
Egypt	18.3%	19.8%
Nigeria	9.5%	8.8%
South Africa	24.2%	24.5%
Kenya	12.3%	11.8%
Ghana	1.5%	0.8%
Zambia	5.7%	2.6%
Morocco	22.6%	26.0%
Mauritius	2.8%	2.7%
Namibia	2.3%	2.0%
Botswana	0.7%	1.1%

The Fund offers unhedged exposure to local-currency government and quasi-government bonds across ten African markets via a transparent, liquid ETF structure. This design captures attractive carry and any local-currency appreciation, while our active duration and FX risk management seeks to limit downside. During the quarter, all ten markets delivered positive bond returns, underpinned by robust yields and, in several cases, modest credit-spread tightening.

FX outcomes were mixed: the South African rand gained on firmer commodity prices and improved risk sentiment; the Egyptian pound weakened amid elevated inflation and capital-outflow pressures; and the Kenyan shilling, Nigerian naira and Angolan kwanza traded in tight ranges thanks to remittances, central-bank support and targeted interventions. The Ghanaian cedi and Zambian kwacha saw mild depreciation on fiscal-strain concerns, while the Moroccan dirham, Namibian dollar, Mauritian rupee and Botswana pula remained broadly stable under pegs or buoyed by solid export inflows.

Looking ahead, we remain constructive on Pan-African local-currency bonds. Although the IMF has trimmed Africa's 2025 growth forecasts—citing tighter global financial conditions, weaker external demand and softer commodity prices—a softer U.S. dollar and ongoing policy support have eased external-funding pressures. The manager continues to favor this asset class for its attractive carry, low correlation with global fixed income and diversification benefits, and will employ our research-driven, tactical duration and currency framework to capture opportunities and manage risks.



MANAGER
For and on behalf of

MCB INVESTMENT MANAGEMENT CO. LTD

AFRICAN DOMESTIC BOND FUND
CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

	Notes	March 31, 2025 USD	June 30, 2024 USD
ASSETS			
Other receivables	4	9,355	8,346
Current tax asset	10(a)	-	3,196
Financial assets at fair value through profit or loss	3	35,661,496	32,224,162
Cash and cash equivalents		385,493	140,261
Total assets		36,056,344	32,375,965
EQUITY			
Management share	7	10	10
LIABILITIES			
Other payables	8	54,850	22,160
Current tax liabilities	10(a)	2,578	-
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		57,428	22,160
Net assets attributable to holders of redeemable participating shares	6(iv)	35,998,906	32,353,795
Total liabilities		36,056,334	32,375,955
Total equity and liabilities		36,056,344	32,375,965
Net asset value per share	6(iv)	6.51	6.06

These financial statements have been approved for issue by the Board of Directors on: May 12, 2025

 <hr/> Ms Medina Sarah Torabally Director	 <hr/> Mr Krishen Patten Director
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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 NINE MONTHS ENDED MARCH 31, 2025

	Notes	3-months ended Mar 31, 2025 USD	3-months ended Mar 31, 2024 USD	9 months ended Mar 31, 2025 USD	9 months ended Mar 31, 2024 USD
Income					
Interest on fixed income securities		853,388	846,627	2,791,351	2,867,537
Bank interest		23	207	182	375
		<u>853,411</u>	<u>846,834</u>	<u>2,791,533</u>	<u>2,867,912</u>
Expenses					
Manager's fees	11(a)	(25,834)	(25,502)	(76,629)	(82,432)
Custodian's fees		(17,040)	(18,221)	(49,798)	(54,818)
Licence fees		(8,169)	(8,602)	(25,240)	(26,010)
Registrar's fees	11(b)	(6,050)	(5,872)	(17,788)	(19,439)
Other direct expenses		(5,370)	(5,478)	(17,299)	(16,750)
Professional fees		(3,976)	(1,438)	(7,252)	(4,346)
		<u>(66,439)</u>	<u>(65,113)</u>	<u>(194,006)</u>	<u>(203,795)</u>
Net Income		<u>786,972</u>	<u>781,721</u>	<u>2,597,527</u>	<u>2,664,117</u>
Fair value gains/(losses) on financial assets		1,054,407	(4,132,129)	1,706,959	(5,391,026)
Foreign exchange gains/(losses)		51,387	(347,307)	5,293	(465,012)
Gains on disposal of financial assets		3,507	47,414	58,036	63,515
		<u>1,109,301</u>	<u>(4,432,022)</u>	<u>1,770,288</u>	<u>(5,792,523)</u>
Profit/(Loss) before distribution		<u>1,896,273</u>	<u>(3,650,301)</u>	<u>4,367,815</u>	<u>(3,128,406)</u>
Distribution to holders of redeemable participating shares		-	-	(1,677,487)	(1,525,581)
Profit/(Loss) before taxation		<u>1,896,273</u>	<u>(3,650,301)</u>	<u>2,690,328</u>	<u>(4,653,987)</u>
Taxation	10(b)	(173,235)	(162,953)	(283,950)	(326,032)
Profit/(Loss) for the period		<u>1,723,038</u>	<u>(3,813,254)</u>	<u>2,406,378</u>	<u>(4,980,019)</u>
Equalisation					
Income received on units created		-	-	36,929	8,435
Income paid on units liquidated		-	(49,223)	(1,732)	(49,594)
		<u>-</u>	<u>(49,223)</u>	<u>35,197</u>	<u>(41,159)</u>
Increase/(Decrease) in net assets attributable to holders of redeemable participating shares		<u>1,723,038</u>	<u>(3,862,477)</u>	<u>2,441,575</u>	<u>(5,021,178)</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 NINE MONTHS ENDED MARCH 31, 2025

	Notes	Total USD
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>2,441,575</u>
At March 31, 2025		<u><u>35,998,906</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)	(1,925,192)
Decrease in net assets attributable to holders of redeemable participating shares		<u>(5,021,178)</u>
At March 31, 2024		<u><u>31,934,353</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 NINE MONTHS ENDED MARCH 31, 2025

	Notes	9 months ended Mar 31, 2025	9 months ended Mar 31, 2024
		USD	USD
Cash flows from operating activities			
Cash used in operations	9 (a)	(162,133)	(199,501)
Tax paid		(278,176)	(344,068)
Interest received on fixed income securities		2,877,384	3,250,727
Purchase of financial assets*		(8,325,797)	(7,706,868)
Proceeds from disposal of financial assets*		6,567,415	6,508,654
Net cash generated from operating activities		678,693	1,508,944
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)	(1,925,192)
Income received on redeemable participating shares created		36,929	8,435
Income paid on redeemable participating shares liquidated		(1,732)	(49,594)
Distribution paid to holders of redeemable participating shares	5	(912,577)	(905,424)
Net cash used in financing activities		(438,754)	(2,853,755)
Increase/(Decrease) in cash and cash equivalents		239,939	(1,344,811)
Movement in cash and cash equivalents			
At July 01,		140,261	2,279,341
Increase/(Decrease) in cash and cash equivalents		239,939	(1,344,811)
Effect of Foreign exchange difference		5,293	(465,012)
At March 31,	9(b)	385,493	469,518

* 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 NINE MONTHS ENDED MARCH 31, 2025

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

	9 months to Mar 31, 2025	Year to Jun 30, 2024
	USD	USD
At July 01,	31,032,508	34,624,047
Additions during the period/year	8,325,797	12,621,970
Disposal during the period/year	(9,182,079)	(15,101,061)
Fair value gains/(losses) on financial assets	1,706,959	(3,612,644)
Fair value release on disposal	2,672,700	2,500,196
	34,555,885	31,032,508
Interest receivable	1,105,611	1,191,654
At March 31,	35,661,496	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 35,661,496 (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

	Mar 31, 2025	Jun 30, 2024
	USD	USD
Share capital receivable (note 7)	10	10
Other receivable	893	40
Prepayments	8,452	8,296
	9,355	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 NINE MONTHS ENDED MARCH 31, 2025

5 DISTRIBUTION TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	9 months to Mar 31, 2025	9 months to Mar 31, 2024
	USD	USD
Distribution declared during the period	1,677,487	1,525,581
Distribution paid during the period	912,577	905,424
Distribution re-invested during the period (note 6 (ii))	764,910	620,157
	1,677,487	1,525,581
Interim per unit	0.31	0.28
Final per unit	0.31	0.28

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.mcbscapitalmarkets.mu and returning it by e-mail to contact.rs@mcbscm.mu or to MCB Registry & Securities Ltd, Sir William Newton Street, Port Louis, Mauritius.

6 MOVEMENT IN REDEEMABLE PARTICIPATING SHARES

	9 months to Mar 31, 2025	9 months to Mar 31, 2024
	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	(14,921)	(292,615)
At March 31,	5,534,013	5,249,786
	9 months to Mar 31, 2025	9 months to Mar 31, 2024
	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	(88,367)	(1,925,192)
At March 31,	54,365,949	52,658,104

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 NINE MONTHS ENDED MARCH 31, 2025

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.

	Mar 31, 2025	Jun 30, 2024
	USD	USD
Net Assets calculated as per Prospectus	36,001,254	32,272,342
Adjustments:		
Formation costs	(1,021)	(1,021)
Other receivable	(10,850)	78,996
Other payables	11	11
Tax liabilities	9,512	3,467
Net Assets as per Financial Reporting	35,998,906	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	6.51	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	6.51	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 March 31, 2025 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 NINE MONTHS ENDED MARCH 31, 2025

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

	Mar 31, 2025	Jun 30, 2024
	USD	USD
Manager's fees payable	25,835	7,817
Registrar's fees payable	5,942	1,798
Custodian's fees payable	4,896	4,290
Index provider fee payable	12,469	3,126
Professional fees payable	5,708	5,129
	<u>54,850</u>	<u>22,160</u>

9 NOTES TO THE STATEMENT OF CASH FLOWS

	Notes	9 months to Mar 31, 2025	9 months to Mar 31, 2024
		USD	USD
(a) Cash used in operations			
Profit/(loss) before taxation		2,690,328	(4,653,987)
Adjustments for:			
Distribution to holders of redeemable participating	8	1,677,487	1,525,581
Fair value (gains)/losses on financial assets	3	(1,706,959)	5,391,026
Foreign exchange (gain)/losses		(5,293)	465,012
Gains on disposal of financial assets		(58,036)	(63,515)
Interest income on fixed income securities		(2,791,351)	(2,867,537)
		<u>(193,824)</u>	<u>(203,420)</u>
Changes in working capital:			
Other receivables		(1,009)	(1,059)
Other payables		32,700	4,978
Cash used in operations		<u>(162,133)</u>	<u>(199,501)</u>
		<u>Mar 31, 2025</u>	<u>Mar 31, 2024</u>
(b) Cash and cash equivalents		USD	USD
Cash at bank		<u>385,493</u>	<u>469,518</u>

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 NINE MONTHS ENDED MARCH 31, 2025

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

	Mar 31, 2025	June 30, 2024
	USD	USD
At July 01,	(3,196)	7,839
Charge for the period/year	283,950	391,945
Paid during the period/year	(278,176)	(402,980)
At March 31,	2,578	(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:

	9 months to Mar 31, 2025	9 months to Mar 31, 2024
	USD	USD
Profit/(loss) after distribution and before taxation	2,690,328	(4,653,987)
Tax calculated at a rate of 15% (2024 : 15%)	403,549	(698,098)
Tax effect on:		
Expenses not deductible for tax purposes	268,628	1,081,054
Income not subject to tax	(509,886)	(227,654)
Corporate Climate Responsibility Levy @ 2%	21,639	-
Relief on foreign tax suffered	(170,189)	(146,093)
Withholding tax suffered	270,209	316,823
Tax charge	283,950	326,032

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 March 2025 and March 2024 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:

	9 months to Mar 31, 2025	9 months to Mar 31, 2024
	USD	USD
MCB Investment Management Co. Ltd	76,629	82,432

AFRICAN DOMESTIC BOND FUND

NOTES TO THE INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED MARCH 31, 2025

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:

	9 months to Mar 31, 2025	9 months to Mar 31, 2024
	USD	USD
MCB Registry & Securities Ltd	17,788	19,439

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

	9 months to Mar 31, 2025	9 months to Mar 31, 2024
	USD	USD
Directors fees	1,752	495

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

	Mar 31, 2025	June 30, 2024
	USD	USD
Payables to related parties:		
-MCB Investment Management Co. Ltd	25,835	7,817
-MCB Registry & Securities Ltd	5,942	1,798
	31,777	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

	Mar 31, 2025	Mar 31, 2024
	USD	USD
The Mauritius Commercial Bank Ltd	5,816	24,258

12 EVENTS AFTER THE REPORTING PERIOD

On April 7, 2025, the Fund has declared a dividend of USD 0.28 per share to all shareholders registered at the close of business on April 25, 2025. The ex-div date was April 23, 2025. The payment date will be on May 13, 2025.

AFRICAN DOMESTIC BOND FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2025

12 (a) Schedule of investments as at

June 30, 2024		March 31, 2025	
Market Value		Market Value	% of Net
(USD)	Security Description	(USD)	Assets
Quoted Foreign Fixed Income Securities			
247,264	Botswana Government Bond - 7.75% - 10-Sep-31	229,742	0.64%
33,672	Egypt Government Bond - 13.564% - 14-Jan-2030	35,216	0.10%
1,172,027	Egypt Government Bond - 14.06% - 12-Jan-2026	1,182,712	3.29%
112,503	Egypt Government Bond - 14.217% - 15-Oct-2026	114,864	0.32%
64,795	Egypt Government Bond - 14.382% - 12-Jan-2031	67,339	0.19%
601,377	Egypt Government Bond - 14.35% - 10-Sep-2024	-	-
68,000	Egypt Government Bond - 14.40% - 10-Sep-2029	70,883	0.20%
183,870	Egypt Government Bond - 14.50% - 20-Feb-2025	-	-
333,249	Egypt Government Bond - 14.522% - 04-Jan-2025	-	-
178,653	Egypt Government Bond - 14.531% - 14-Sep-2024	-	-
468,266	Egypt Government Bond - 14.556% - 13-Oct-2027	480,539	1.33%
33,074	Egypt Government Bond - 15.70% - 07-Nov-2027	34,677	0.10%
39,447	Egypt Government Bond - 16.10% - 07-May-2029	40,709	0.11%
232,870	Egypt Government Bond - 16.50% - 02-Apr-2026	231,693	0.64%
161,119	Egypt Government Bond - 17.18% - 09-May-2027	161,724	0.45%
-	Egypt Government Bond - 22.576% - 07-Jan-2028	2,877,957	7.99%
-	Egypt Government Bond - 24.458% - 01-Oct-2027	739,497	2.05%
-	Egypt Government Bond - 25.318% - 13-Aug-2027	295,552	0.82%
2,072,592	Egypt Treasury Bill - 0.0001% - 04-Mar-2025	-	-
-	Egypt Treasury Bill - 0.0001% - 01-Apr-2025	80,170	0.22%
54,449	Ghana Government Bond - 8.35% - 16-Feb-2027	66,272	0.18%
47,311	Ghana Government Bond - 8.5% - 15-Feb-2028	58,470	0.16%
42,016	Ghana Government Bond - 8.65% - 13-Feb-2029	52,123	0.14%
38,116	Ghana Government Bond - 8.8% - 12-Feb-2030	47,593	0.13%
31,353	Ghana Government Bond - 8.95% - 11-Feb-2031	39,290	0.11%
29,535	Ghana Government Bond - 9.10% - 10-Feb-2032	36,687	0.10%
28,256	Ghana Government Bond - 9.25% - 08-Feb-2033	35,076	0.10%
27,384	Ghana Government Bond - 9.40% - 07-Feb-2034	33,945	0.09%
26,820	Ghana Government Bond - 9.55% - 06-Feb-2035	33,187	0.09%
26,490	Ghana Government Bond - 9.7% - 05-Feb-2036	32,013	0.09%
26,338	Ghana Government Bond - 9.85% - 03-Feb-2037	31,780	0.09%
26,320	Ghana Government Bond - 10% - 02-Feb-2038	31,722	0.09%
804,770	Kenya Government Bond - 11.75% - 08-Oct-2035	951,708	2.64%
623,481	Kenya Infrastructure Bond - 11.95% - 25-Oct-2038	721,798	2.01%
169,588	Kenya Infrastructure Bond - 12.20% - 22-Feb-2044	206,551	0.57%
790,049	Kenya Infrastructure Bond - 12.667% - 21-Mar-2039	928,835	2.58%
287,452	Kenya Infrastructure Bond - 12.737% - 18-Aug-2042	384,884	1.07%
-	Kenya Infrastructure Bond - 14.399% - 20-Feb-2040	132,639	0.37%
150,018	Kenya Infrastructure Bond - 13.742% - 21-May-2040	176,887	0.49%
251,578	Kenya Infrastructure Bond - 18.4607% - 09-Aug-2032	789,388	2.19%
419,250	Mauritius Government Bond - 4.79% - 05-Aug-2032	415,556	1.15%
498,924	Mauritius Government Bond - 5.24% - 30-Sep-2042	486,350	1.35%
20,893	Mauritius Government Bond - 5.50% - 30-May-2044	43,084	0.12%

AFRICAN DOMESTIC BOND FUND
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12 (a) Schedule of investments as at (cont'd)

June 30, 2024		March 31, 2025	
Market Value		Market Value	% of Net
(USD)	Security Description	(USD)	Assets
2,415,337	Morocco Government Bond - 2.05% - 20-Apr-2026	2,530,125	7.03%
2,218,087	Morocco Government Bond - 2.30% - 16-Jun-2031	2,412,465	6.70%
673,475	Morocco Government Bond - 2.70% - 17-Jun-2030	721,105	2.00%
945,487	Morocco Government Bond - 3.00% - 16-Jul-2035	1,043,886	2.90%
406,364	Morocco Government Bond - 4.00% - 14-Feb-2050	479,565	1.33%
563,417	Morocco Government Bond - 4.75% - 14-Mar-2039	629,219	1.75%
638,677	Namibia Government Bond - 9.00% - 15-Apr-2032	641,791	1.78%
-	Namibia Government Bond- 10.0% - 15-Oct-2048	157,249	0.44%
192,762	Nigeria Government Bond - 12.1493% - 18-Jul-2034	195,938	0.54%
161,330	Nigeria Government Bond - 12.40% - 18-Mar-2036	157,219	0.44%
127,660	Nigeria Government Bond - 12.50% - 22-Jan-2026	129,857	0.36%
133,498	Nigeria Government Bond - 12.98% - 27-Mar-2050	203,895	0.57%
81,973	Nigeria Government Bond - 13% - 21-Jan-2042	81,466	0.23%
165,064	Nigeria Government Bond - 13.98% - 23-Feb-2028	166,241	0.46%
129,000	Nigeria Government Bond - 14.80% - 26-Apr-2049	132,812	0.37%
125,225	Nigeria Government Bond - 16.25% - 18-Apr-2037	763,108	2.12%
50,373	Nigeria Government Bond - 16.2884% - 17-Mar-2027	50,107	0.14%
52,791	Nigeria Government Bond - 19.0% - 21-Feb-2034	614,479	1.71%
627,425	Nigeria Government Bond - 19.89% - 15-May-2033	645,304	1.79%
-	Nigeria Government Bond - 22.6% - 29-Jan-2035	154,835	0.43%
165,757	Nigeria Treasury Bill - 0.001% - 06-Feb-2025	-	-
331,214	Republic of South Africa - 6.25% - 31-Mar-2036	349,804	0.97%
202,070	Republic of South Africa - 6.50% - 28-Feb-2041	211,514	0.59%
645,676	Republic of South Africa - 7.00% - 28-Feb-2031	678,625	1.89%
1,172,560	Republic of South Africa - 8.00% - 31-Jan-2030	909,680	2.53%
1,156,820	Republic of South Africa - 8.25% -31-Mar-2032	1,210,692	3.36%
979,693	Republic of South Africa - 8.50% - 31-Jan-2037	1,027,438	2.85%
668,150	Republic of South Africa - 8.75% -31-Jan-2044	692,706	1.92%
1,114,716	Republic of South Africa - 8.75% -28-Feb-2048	1,151,307	3.20%
962,752	Republic of South Africa - 8.875% -28-Feb-2035	1,060,455	2.95%
841,310	Republic of South Africa - 9.00% -31-Jan-2040	875,592	2.43%
85,281	Republic of South Africa - 11.625% - 31-Mar-2053	110,175	0.31%
2,189,395	Zambia Government Bond - 13.00% - 25-Jan-2031	1,574,239	4.37%
386,000	Zambia Government Bond - 13.00% - 03-Apr-2033	413,880	1.16%
31,032,508	TOTAL QUOTED FOREIGN FIXED INCOME SECURITIES	34,555,885	95.98%
1,191,654	TOTAL INTEREST RECEIVABLE	1,105,611	3.07%
32,224,162	TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	35,661,496	99.06%
129,643	OTHER ASSETS AND LIABILITIES	337,420	0.94%
32,353,805	NET ASSETS	35,998,916	100.00%

AFRICAN DOMESTIC BOND FUND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

12 (b) Categories of financial instruments

Assets and liabilities classified by currencies

	BWP USD	EGP USD	GHS USD	KES USD	MAD USD	MUR USD	NAD USD	NGN USD	ZAR USD	ZMW USD	USD USD	Total USD
At March 31, 2025												
<u>At Amortised Cost</u>												
Other receivables	-	-	-	-	-	-	-	-	-	-	9,355	9,355
Current tax asset	-	-	-	-	-	-	-	-	-	-	-	-
Cash and cash equivalents	16,027	1,069	25,267	-	83,339	26,104	24	34,868	185,115	1,990	11,690	385,493
<u>At Fair Value Through Profit or Loss</u>												
Financial assets at fair value												
through profit or loss	230,858	6,834,271	508,015	4,463,019	7,951,373	949,259	835,064	3,450,859	8,366,753	2,072,025	-	35,661,496
Total assets	246,885	6,835,340	533,282	4,463,019	8,034,712	975,363	835,088	3,485,727	8,551,868	2,074,015	21,045	36,056,344
<u>At Amortised Cost</u>												
Other payables	-	-	-	-	-	-	-	-	-	-	57,428	57,428
Net assets attributable to holders												
of redeemable participating shares	-	-	-	-	-	-	-	-	-	-	35,998,906	35,998,906
Total liabilities	-	-	-	-	-	-	-	-	-	-	36,056,334	36,056,334
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
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12 (c) Currency profile sensitivity analysis

June 30, 2024		March 31, 2025	
Market Value		Market Value	
(USD)	Currency Profile	(USD)	% of Net Assets
253,055	BWP	246,885	0.69%
6,100,736	EGP	6,835,340	18.99%
485,906	GHS	533,282	1.48%
3,189,026	KES	4,463,019	12.40%
7,293,891	MAD	8,034,712	22.32%
956,707	MUR	975,363	2.71%
651,409	NAD	835,088	2.32%
2,110,174	NGN	3,485,727	9.68%
8,463,474	ZAR	8,551,868	23.76%
2,783,674	ZMW	2,074,015	5.76%
65,753	USD	-36,383	(0.10%)
32,353,805	NET ASSETS	35,998,916	100.0%
Fair Value Hierarchy			
32,224,162	Level 1	35,661,496	99.06%
32,224,162	TOTAL MARKET VALUE OF INVESTMENTS	35,661,496	99.06%

A reasonably possible strengthening/ weakening of the USD against BWP, EGP, GHS, KES, MAD, MUR, NAD, NGN, ZAR and ZMW at March 31, 2025 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.

		March 31, 2025	June 30, 2024
	Currency sensitivity	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 USD342k	lower by USD305k
EGP	USD Strengthened by 5%	lower by USD342k	higher by USD305k
GHS	USD Weakened by 5%	higher by USD27k	lower by USD24k
GHS	USD Strengthened by 5%	lower by USD27k	higher by USD24k
KES	USD Weakened by 5%	higher by USD223k	lower by USD160k
KES	USD Strengthened by 5%	lower by USD223k	higher by USD160k
MAD	USD Weakened by 5%	higher by USD402k	lower by USD365k
MAD	USD Strengthened by 5%	lower by USD402k	higher by USD365k

AFRICAN DOMESTIC BOND FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

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

		March 31, 2025	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 USD42k	lower by USD33k
NAD	USD Strengthened by 5%	lower by USD42k	higher by USD33k
NGN	USD Weakened by 5%	higher by USD174k	lower by USD106k
NGN	USD Strengthened by 5%	lower by USD174k	higher by USD106k
ZAR	USD Weakened by 5%	higher by USD428k	lower by USD423k
ZAR	USD Strengthened by 5%	lower by USD428k	higher by USD423k
ZMW	USD Weakened by 5%	higher by USD104k	lower by USD139k
ZMW	USD Strengthened by 5%	lower by USD104k	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.

		March 31, 2025	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 USD3,456k	lower by USD3,103k
	Decrease in fair value by 10%	lower by USD3,456k	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 NINE MONTHS PERIOD ENDED MARCH 31, 2025

Closing exchange rate:	USD
EGP	0.0198
NGN	0.0007
GHS	0.0645
ZMW	0.0356
KES	0.0077
ZAR	0.0546
MAD	0.1039
BWP	0.0730

Calculation notes:

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

(Total Expense Ratio)

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

	9 months ended March 31, 2025 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	2,791,533	3,786,448	3,916,471	3,685,522
Total expenses	(477,956)	(655,157)	(634,624)	(627,971)
Realised gains/(losses) for the period/year	58,036	(1,622,488)	773,433	(118,079)
Unrealised gains/(losses) for the period/year	1,712,252	(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	2,441,575	(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	35,998,916	32,353,805	38,242,556	43,030,777
Portfolio Turnover Rate	42.75%	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	6.51	6.06	7.02	9.33