

STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2020

	June 30, 2020	June 30, 2019
	USD	USD
ASSETS		
Non-current asset		
Financial assets at fair value through profit or loss	8,577,195	9,187,115
Current Asset		
Other receivables	36,358	19,949
Cash and cash equivalents	27,974	10,096
Total current assets	64,332	30,045
Total Assets	USD 8,641,527	9,217,160
REPRESENTED BY:		
Net assets attributable to holders of redeemable participating shares	8,631,066	9,193,199
Management Share	10	10
	8,631,076	9,193,209
Current liabilities		
Other payables	9,694	10,037
Current tax liability	757	13,914
Total Liabilities	10,451	23,951
Total net assets attributable to holders of redeemable participating shares and liabilities	USD 8,641,527	9,217,160
Net asset value per share	USD 9.43	9.84

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2020

	Year ended June 30, 2020	Year ended June 30, 2019
	USD	USD
Income		
Income on fixed income securities	582,002	695,427
Interest income	-	19
Refund from Fund Manager (to cap total expense ratio)	26,118	29,521
	608,120	724,967
Expenses		
Manager's fees	65,179	65,510
Registrar's fees	6,675	6,482
Custodian's fees	9,359	9,594
Professional fees	8,208	3,641
License fees	17,382	28,231
Other direct fees	9,218	9,779
	116,021	123,237
Fair value (losses)/ gains on financial assets	(104,717)	175,695
Foreign (losses)	(15,535)	(27,214)
(Losses)/Gains on disposal of financial assets	(306,286)	316,690
	(426,538)	465,171
Profit before taxation	65,561	1,066,901
Taxation	(36,770)	(42,703)
Profit for the year	28,791	1,024,198
Equalisation		
Income received on units created	8,983	-
Income paid on units liquidated	(6,772)	(386,663)
	2,211	(386,663)
Increase in Net Assets Attributable	31,002	637,535

STATEMENT OF NET ASSETS FOR THE YEAR ENDED JUNE 30, 2020

	USD	USD
Net Assets Attributable to holders of redeemable participating shares:		
Balance at July 01, 2019/ 2018	9,193,199	24,324,913
Issue of redeemable participating shares	371,017	-
Redemption of redeemable participating shares	(543,006)	(15,245,846)
Increase in Net Assets Attributable for the year	31,002	637,536
Distribution to shareholders	(421,146)	(523,404)
Balance at June 30, 2020/ 2019	8,631,066	9,193,199

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2020

	Year ended June 30, 2020	Year ended June 30, 2019
	USD	USD
Cash used in operations		
Cash used in operations	(106,655)	(167,485)
Refund for the year	-	4,341
Tax paid	(49,927)	(58,492)
Net cash used in operations	(156,582)	(221,636)
Cash flows generated from investing activities		
Interest received	745,549	1,251,895
Purchase of financial assets	(9,272,264)	(9,734,131)
Proceeds from disposal of financial assets	9,307,634	24,888,899
Net cash generated from investing activities	780,919	16,406,663
Cash flows used in financing activities		
Issue of participating shares	371,017	-
Redemption of participating shares	(543,006)	(15,245,846)
Income received on participating shares created	8,983	-
Income paid on participating shares liquidated	(6,772)	(386,663)
Dividend paid	(421,146)	(523,404)
Net cash used in financing activities	(590,924)	(16,155,913)
Increase in cash and cash equivalents	33,412	29,114
Movement in Cash and Cash Equivalents		
At July 01,	10,096	8,196
Increase in cash and cash equivalents	33,412	29,114
Foreign exchange losses	(15,535)	(27,214)
At June 30,	27,974	10,096

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 Zynfin 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 23, 2020