

**STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2020**

	June 30, 2020	June 30, 2019
	USD	USD
<b>ASSETS</b>		
<b>Non-current asset</b>		
Financial assets at fair value through profit or loss	25,082,116	20,120,009
<b>Current Assets</b>		
Other receivables	8,272	7,819
Cash and cash equivalents	81,560	47,798
<b>Total current assets</b>	89,832	55,617
<b>Total Assets</b>	<b>USD 25,171,948</b>	20,175,626
<b>REPRESENTED BY:</b>		
Net assets attributable to holders of redeemable participating shares	25,130,791	20,105,091
Management Share	10	10
	<b>25,130,801</b>	20,105,101
<b>Current Liabilities</b>		
Other payables	36,423	34,804
Current tax liability	4,724	35,721
<b>Total current liabilities</b>	41,147	70,525
<b>Total net assets attributable to holders of redeemable participating shares and liabilities</b>	<b>USD 25,171,948</b>	20,175,626
<b>Net asset value per share</b>	<b>USD 10.68</b>	11.01

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

	June 30, 2020	June 30, 2019
	USD	USD
<b>Income</b>		
Interest income	2,964,992	1,814,796
<b>Expenses</b>		
Manager's fees	72,401	41,605
Registrar's fees	16,698	25,698
Custodian's fees	41,887	9,569
Professional fees	4,464	23,844
Licence fees	34,513	26,930
Formation costs	-	3,789
Other direct expenses	26,938	27,553
	<b>196,901</b>	158,988
Fair value (losses)/gains on financial assets	(865,044)	915,799
Foreign exchange (losses)/gains	(12,582)	40,436
Gains on disposal of financial assets	9,840	133,721
	<b>(867,786)</b>	1,089,956
Profit before taxation	1,900,305	2,745,764
Taxation	(246,753)	(115,637)
Profit for the year	1,653,552	2,630,127
<b>Equalisation</b>		
Income received on units created	233,170	41,277
Income paid on units liquidated	(62,702)	-
<b>Total comprehensive income for the year</b>	<b>170,468</b>	41,277
<b>Increase in Net Assets Attributable</b>	<b>1,824,020</b>	2,671,404

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

	USD	USD
<b>Net Assets Attributable to holders of redeemable participating shares:</b>		
<b>Balance at July 01, 2019</b>	20,105,091	-
Issue of redeemable participating shares	7,099,990	18,375,723
Redemption of redeemable participating shares	(1,278,787)	-
Increase in Net Assets Attributable for the year	1,824,020	2,671,404
Distribution to shareholders	(2,619,523)	(942,036)
<b>Balance at June 30, 2020</b>	<b>25,130,791</b>	20,105,091

**STATEMENT OF CASH FLOW FOR THE YEAR ENDED JUNE 30, 2020**

	June 30, 2020	June 30, 2019
	USD	USD
<b>Cash flows from operations</b>		
Cash used in operations	(195,735)	(131,972)
Tax paid	(277,750)	(79,916)
<b>Net cash used in operations</b>	<b>(473,485)</b>	(211,888)
<b>Cash flows from investing activities</b>		
Interest received	2,880,137	1,020,640
Purchase of financial assets	(11,665,491)	(20,948,615)
Proceeds from disposal financial assets	5,933,035	2,672,282
<b>Net cash used in investing activities</b>	<b>(2,852,319)</b>	(17,255,693)
<b>Cash flows generated from financing activities</b>		
Issue of participating shares	7,099,990	18,375,723
Redemption of participating shares	(1,278,787)	-
Income received on participating shares created	233,170	41,277
Income paid on participating shares liquidated	(62,702)	-
Distribution to shareholders	(2,619,523)	(942,036)
<b>Net cash generated from financing activities</b>	<b>3,372,148</b>	17,474,964
<b>Net increase in cash and cash equivalents</b>	<b>46,344</b>	7,383
<b>Movement in Cash and Cash Equivalents</b>		
At July 01,	47,798	(21)
Increase in cash and cash equivalents	46,344	7,383
Foreign exchange gain	(12,582)	40,436
<b>At June 30</b>	<b>81,560</b>	47,798

**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 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 September 18, 2018.

The Fund's objective is to track the performance of the AfDB/AFISM Bloomberg® African Bond Index 25% Capped (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 "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.mcbcapitalmarkets.mu](http://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](mailto: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 African Domestic Bond Fund accepts full responsibility for the accuracy of the information contained in this communiqué.

**By order of the Board**

23 September 2020