

**STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2018**

ASSETS	Sep 30, 2018 USD	June 30, 2018 USD
<b>Non-current asset</b>		
Investment in financial assets	16,472,831	-
<b>Current Asset</b>		
Other receivables	27,311	31
Cash and cash equivalents	441,457	-
<b>Total current assets</b>	468,768	31
<b>Total Assets</b>	<b>USD 16,941,599</b>	<b>31</b>
<b>REPRESENTED BY:</b>		
Net assets attributable to holders of redeemable participating shares	16,518,578	-
Management Share	10	10
	16,518,588	10
<b>Current liabilities</b>		
Other payables	421,860	21
Current tax liability	1,151	-
<b>Total Liabilities</b>	423,011	21
<b>Total net assets attributable to holders of redeemable participating shares</b>	<b>USD 16,941,599</b>	<b>31</b>
<b>Net asset value per share</b>	<b>USD 10.17</b>	<b>-</b>

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED SEPTEMBER 30, 2018**

	Quarter ended September 30, 2018	Period from May 04, 2017 to September 30, 2017
<b>Income</b>	USD	USD
Income on fixed income securities	42,205	-
	42,205	-
<b>Expenses</b>		
Manager's fees	1,750	-
Registrar's fees	403	-
Custodian's fees	855	-
Professional fees	139	-
Other direct fees	1,009	-
	4,156	-
Fair value gain on financial assets	239,347	-
Foreign exchange gain	333	-
	239,680	-
Profit before taxation	277,729	-
Taxation	(1,151)	-
Profit after taxation	276,578	-
<b>Total comprehensive income for the quarter</b>	<b>276,578</b>	<b>-</b>

**STATEMENT OF NET ASSETS FOR THE QUARTER ENDED SEPTEMBER 30, 2018**

Net Assets Attributable to holders of redeemable participating shares:	USD	USD
<b>Balance at July 01, 2018/ May 04, 2017</b>	-	-
Issue during the period	16,242,000	-
Total comprehensive income	276,578	-
<b>Balance at September 30, 2018/ 2017</b>	<b>16,518,578</b>	<b>-</b>

**STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED SEPTEMBER 30, 2018**

	Quarter ended September 30, 2018	Period from May 04, 2017 to September 30, 2017
	USD	USD
<b>Cash flows from operations</b>		
Cash generated from operations	390,403	-
Net cash generated from operations	390,403	-
<b>Cash flows from investing activities</b>		
Coupon on purchase of financial assets	(423,788)	-
Purchase of financial assets	(15,767,491)	-
<b>Net cash used in investing activities</b>	<b>(16,191,279)</b>	<b>-</b>
<b>Cash flows generated from financing activities</b>		
Issue of participating shares	16,242,000	-
<b>Net cash generated from financing activities</b>	<b>16,242,000</b>	<b>-</b>
<b>Net increase in cash and cash equivalents</b>	<b>441,124</b>	<b>-</b>
<b>Movement in Cash and Cash Equivalents</b>		
At start of period	-	-
Increase in cash	441,124	-
Foreign exchange gain	333	-
<b>At end of period</b>	<b>441,457</b>	<b>-</b>

**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/ AFMI Bloomberg African Bond Index (Bloomberg ticker : BADBC Index) which is a rules-based market value weighted composite index.

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 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 audited financial statements can be viewed on our website: [www.mbcicapitalmarkets.mu](http://www.mbcicapitalmarkets.mu). Investors may also obtain a hard copy of the Annual Reports by request to the CIS Manager, either by emailing on [mbim@mbcm.mu](mailto:mbim@mbcm.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.

**By order of the Board**

November 09, 2018