

PRESS ANNOUNCEMENT IN RESPECT OF THE SECONDARY LISTING ON THE EXCHANGE TRADED FUNDS BOARD OF THE BOTSWANA STOCK EXCHANGE LIMITED OF PARTICIPATING SHARES IN THE AFRICAN DOMESTIC BOND FUND AS FROM 15TH SEPTEMBER 2022

AFRICAN DOMESTIC BOND FUND (“ADBF”)

MCB Investment Management Co. Ltd is pleased to announce to the public the introduction of ADBF, by way of a secondary listing, on the Exchange Traded Funds Board of the Botswana Stock Exchange.

ADBF is a public company with limited liability incorporated on 4th May 2017 under the laws of Mauritius (business registration number C17146994) and authorized as a “Collective Investment Scheme” (“CIS”) pursuant to the Securities Act 2005 of Mauritius and further categorized as a “Global Scheme” under the Securities (Collective Investment Schemes and Closed End Funds) Regulations 2008 by the Financial Services Commission of Mauritius on 22nd May 2017.

ADBF is a foreign debt securities CIS structured as an Exchange Traded Fund (“ETF”), which aims to track in a cost-efficient manner the performance of the AfDB/AFMISM Bloomberg® African Bond Index 25% Capped (the “Index”) – Ticker BADBC – before fees and expenses, by investing principally in the sovereign bonds of African countries. ADBF’s total return as at 29 July 2022 is 30.8% (in USD) and 52.2% (in BWP).

Please refer to the disclaimers in relation to the Index as described in the Supplementary Prospectus dated on Wednesday 31st August 2022 (“**Supplementary Prospectus**”) and the Prospectus dated 24 August 2018 (last amended on 7th February 2022) (“**Prospectus**”)

Most members of the Index have a large number of bonds in the market. As a result, the Index features over 400 bonds. Given liquidity considerations and transaction costs, ADBF strategically does not invest in all the bonds but seeks to achieve its investment objective by employing a “stratified sampling” approach to match the Index’s characteristics and returns by investing in a well-diversified portfolio that represents the Index. The Manager endeavors to invest only in the most liquid maturities in each market and adopts an enhanced strategy which allows it to deviate on its country weightings by up to 5% from the Index allocations to optimise on liquidity and ensure a smooth operation of the Fund. ADBF may also invest up to 20% in Non-Member Securities. Full details on ADBF, the Index that it tracks and its investment strategy can be found in the Supplementary Prospectus, as read together with the Prospectus.

Whilst ADBF is in receipt of authorisation in terms of Regulations 54 to 57 of the Collective Investment Undertaking Regulations CAP 56:09 of the Laws of Botswana to market its units in Botswana, from the Non-Bank Financial Institutions Regulatory Authority of Botswana (NBFIRA) dated 27 October 2021, and has received authorisation in terms of the requirements to market its units to the public in Botswana, by NBFIRA, the Regulatory Authority of Botswana, ADBF is not supervised or licensed in Botswana. ADBF is regulated by the Financial Services Commission of Mauritius.

The Participating Shares of ADBF (“**Participating Shares**”) are primary listed on the Official Market of the Stock Exchange of Mauritius (“**SEM**”) since 18 September 2018. The Participating Shares are traded in US Dollar on the SEM.

ADBF has to date received approval for the listing of up to 10,000,000 Participating Shares on the SEM. The Participating Shares are due to be admitted for a secondary listing on the Botswana Stock Exchange Limited (BSE) with effect from the commencement of trading on the 15th of September 2022. NBFIRA has granted the Participating Shares the designation of “local asset status” on 27 October 2021. The Participating Shares will be trading in Botswana Pula on the BSE.

Abbreviated name: SEM Ticker: ADBF.N0002 SEM ISIN: MU0607S00004 BSEL Code: ADBF

The Supplementary Prospectus, the Prospectus, and the Audited Financial Statements of ADBF are available at the offices of the Sponsoring Broker, whose details are given below.

Stockbrokers Botswana Limited (member of the Botswana Stock Exchange)
 Prime Plaza
 Morula Building, North Wing, Ground Floor
 Plot 74358, New CBD, Gaborone, Botswana
 Telephone: Tel: +267 3957900
 Contact: Kennedy Kgomanyane

Prospective investors in the Participating Shares, as with any other ETF, should ensure that they fully understand the nature of the Participating Shares and the extent of their exposure to risk, and that they consider the suitability of the Participating Shares as an investment in light of their own circumstances and financial position. The prospective investors are encouraged to read the Prospectus and the Supplementary Prospectus and are advised to seek appropriate legal, financial and tax advice prior to making an investment in ADBF.

Manager 	Botswana Transfer Secretary 	Botswana Sponsoring Broker 
Auditors 	Botswana Tax Advisor  Grant Thornton	Botswana Legal Adviser 