Swan Global Funds Ltd - Income Fund

September-26

Investment Objective

The primary objective is to generate income and preserve capital. The secondary objective is to seek opportunities for capital growth.

General Information

NAV Price (USD) *	10.20
Total Fund Size (USD)	62,654,614.53
Yield to worst	5.0%
Base Currency	USD
Additional Dealing Currencies	MUR, EUR, GBP
Benchmark	5-Year T-Note Futures Index
Launch Date	15 July 2019
ISIN	MU0768S00046

** Net of dividends paid*

Other Information

Status:	Public Company
Manager:	Swan Wealth Managers Ltd
Local Custodian:	The Mauritius Commercial Bank Ltd
Foreign Custodian:	Euroclear Bank

Valuation

Valuation Frequency	Weekly Monthly

Dividend Distribution

	% Dividend Paid	Dividend per share
Year 2020	3.0%	USD 0.30
Year 2021	3.0%	USD 0.30
Year 2022	3.0%	USD 0.30
Year 2023	3.5%	USD 0.35
Year 2024	3.5%	USD 0.35
Year 2025	3.8%	USD 0.38
Year to date 2026	2.3%	USD 0.23

Fees

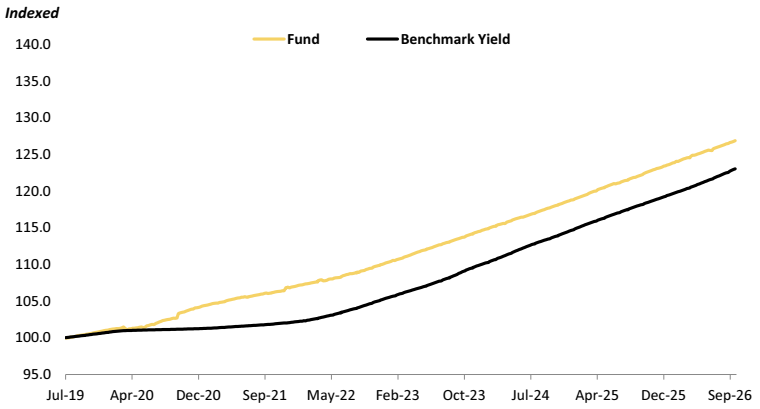
Initial Service charges	Up to 1.5%
Exit fees (First 2 years)	Up to 3.0%
Total expense ratio (inlcusive of management fees)	0.85% p.a.

For more information, please refer to prospectus of Swan Global Funds Ltd

Manager's Report

The Fund grew by 0.3% during the month and marginally trailed its benchmark. The Fund's asset mix comprises 98.4% investment-grade holdings, with the remaining 1.6% allocated to non-investment-grade holdings. In terms of geographical allocation, the Fund is well positioned with the highest exposure being on Europe & Middle East (29.6%), followed by Americas (20.2%) and Emerging Markets (17.5%). Regarding our currency profile, we have 99.8% exposure to USD and 0.2% exposure to EUR. Moreover, our top three sector exposures are the financial sector (66.7%), followed by Sovereign/Government (14.1%) and Industrials (5.5%). In September, central banks adopted a hawkish stance. In the US, the FED unanimously raised the federal funds target range by 25bps to 3.75%–4.00%, with 2026's PCE inflation print projected to be 3.7%. The labour market softened as September's nonfarm payrolls rose by 29,000, while July and August payrolls were revised down by a combined 60,000. Unemployment edged up to 4.2%, and wage growth eased to 3.0% (y-o-y). The 10Yr US Treasury yield closed at 5.29% (+54bps m-o-m). In the Eurozone, the ECB raised its key rates by 25bps, taking the deposit facility rate to 2.50%. The ECB also signalled that inflation would likely remain well above its target for an extended period. Flash September headline inflation accelerated to 3.8%, mainly driven by higher energy prices. The 10Yr German Bund yield closed at 3.59% (+27 bps m-o-m). In the UK, business activity remained in expansion, with the services PMI easing to 52.1 and manufacturing edging up to 51.9. Firms reported faster input cost inflation, given higher fuel costs. The BoE held the Bank Rate at 3.75% in a 6-3 vote, with three members favouring a hike. The 10Yr UK Gilt yield closed at 5.42% (+36bps m-o-m). In Japan, the BoJ raised its policy rate by 25bps to 1.25% in a 7-2 vote. The 10Yr Japanese Government Bond yield closed at 3.05% (+11 bps m-o-m).

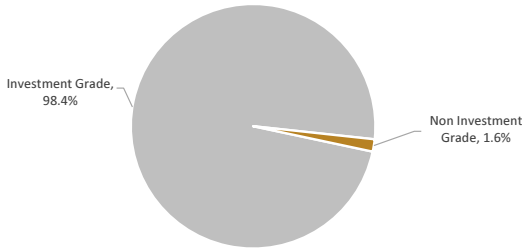
Graphical Performance (USD)**



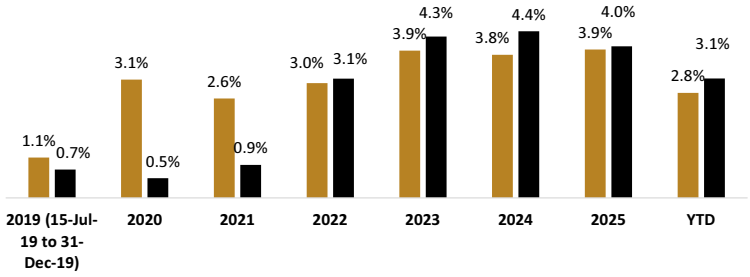
Cumulative Performance (USD)**

	1 M	3M	YTD	1Y	3Y	5Y	Since Inception
Fund	0.3%	1.1%	2.8%	3.8%	11.9%	19.6%	26.9%
Benchmark Yield	0.4%	1.2%	3.1%	4.1%	13.4%	20.8%	23.0%
Benchmark	-2.1%	-3.4%	-5.2%	-5.1%	-1.5%	-16.0%	-11.9%

Asset Mix

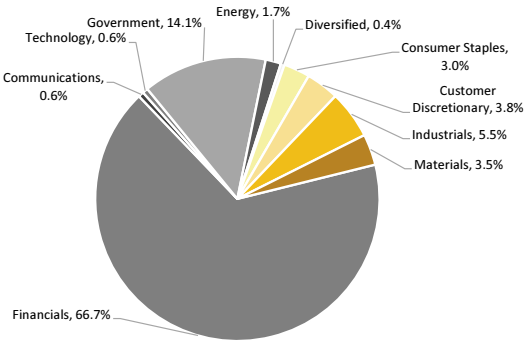


Calendar Performance (USD)**

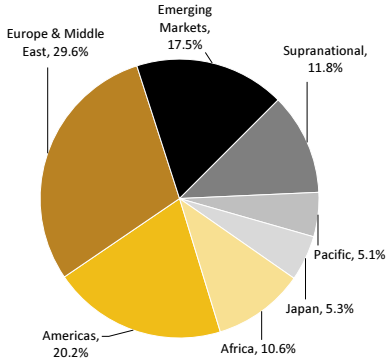


***Performance includes dividends paid*

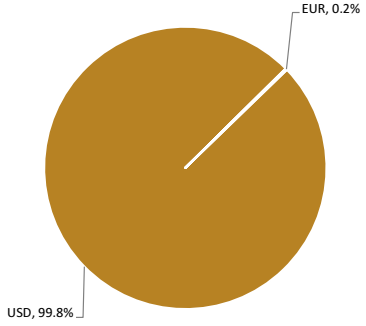
Sector Breakdown



Geographical Allocation



Currency Profile



Swan Global Funds Ltd.

Swan Centre
10 Intendance Street
Port Louis, Mauritius

T (230) 207 3500
F (230) 211 5050
W swancapitalsolutions.com

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