



### Investment Objective

AOF is pursuing a deliberate realization of its assets while seeking to maximize returns in the process. Over the next two years, as cash and income are realized, the Fund will make distributions to Shareholders.

### Listing

Specialist Fund Segment of the London Stock Exchange's Main Market

### Fund Performance – 31 December 2020

NAV per share	\$0.622	Total Net Assets	\$21.8mm
Share price as at 31 Dec	\$0.450	Market Capitalization	\$15.8mm
Discount to NAV	28%	Shares outstanding	35.0mm

### Year to Date Change in NAV

% US\$ NAV Return	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Jan	-0.7%	-2.1%	5.6%	-1.4%	1.9%	4.9%	2.2%	-5.1%	-3.2%	-1.0%	5.1%	0.9%	-1.1%
Feb	1.9%	-10.4%	1.2%	-1.1%	0.4%	-0.8%	3.3%	-1.8%	2.5%	-0.5%	3.8%	7.6%	-3.0%
March	1.4%	16.7%	3.1%	2.9%	0.0%	7.8%	-4.0%	-2.4%	1.8%	3.0%	0.1%	-5.0%	-8.0%
April	1.0%	6.2%	4.7%	5.5%	0.5%	5.4%	-2.8%	2.3%	4.0%	1.8%	-4.5%	-2.2%	5.7%
May	0.1%	3.7%	-8.4%	1.5%	-6.0%	-1.4%	-8.3%	1.0%	-2.0%	2.1%	-8.4%	-1.4%	-3.7%
June	-0.6%	10.0%	-6.7%	-0.9%	1.1%	0.4%	0.8%	-2.5%	-0.2%	-0.6%	-0.6%	2.7%	-4.3%
July	-3.8%	5.0%	10.9%	4.2%	-0.7%	3.2%	0.6%	1.8%	-1.3%	3.5%	1.8%	-2.3%	-1.6%
Aug	-8.2%	2.4%	0.3%	-2.5%	-1.9%	1.7%	-2.2%	-2.2%	0.5%	11.3%	-3.9%	-2.9%	0.6%
Sept	-9.8%	8.0%	8.2%	-9.0%	1.5%	2.8%	-2.6%	-3.2%	0.7%	-2.6%	-2.1%	-0.9%	-3.7%
Oct	-23.8%	1.5%	7.5%	3.6%	-2.7%	-0.3%	-4.1%	-0.5%	-0.2%	-0.5%	-4.6%	1.4%	1.2%
Nov	-10.2%	1.6%	-3.5%	-2.8%	4.6%	1.5%	-2.0%	2.9%	-2.1%	1.3%	-12.8%	-6.3%	2.1%
Dec	-4.1%	0.1%	3.6%	2.6%	6.3%	-0.1%	0.9%	-2.5%	3.1%	-1.4%	-3.6%	3.5%	14.8%
<b>FY</b>	<b>-42.5%</b>	<b>48.2%</b>	<b>27.1%</b>	<b>1.6%</b>	<b>4.4%</b>	<b>27.7%</b>	<b>-17.3%</b>	<b>-11.4%</b>	<b>-9.5%</b>	<b>16.9%</b>	<b>-27.0%</b>	<b>-5.5%</b>	<b>-2.4%*</b>

\*-2.4% represents the return for continuing shares (post redemption). The portfolio return to date including redeemed shares and dividend paid out is also -2.4%

### Table of monthly top performers and losers

Security	% Gain	Security	% Loss
Copperbelt Energy Corporation	40%	Enterprise Group Limited	-0.3%
First Mutual Holdings	36%		
Mashonaland Holdings	90%		
Sonatel	24%		

**Top Ten Holdings**

Company Name	Description	% of NAV
Enterprise Group Ltd	Ghanaian property & casualty insurance and life assurance company	18.6%
Cash Balance	Percentage of portfolio net asset value held as cash	17.9%
African Leadership	Network of tertiary institutions in Rwanda and Mauritius	10.8%
Sonatel	Dominant Senegalese and regional integrated telecommunication operator	10.2%
First Mutual Properties	Real estate company based in Zimbabwe	9.3%
CEC	Largest electricity transmitter in the Zambian Copperbelt	8.2%
Tanzania Breweries	Largest producer and distributor of alcoholic beverages in Tanzania	5.1%
SOGB	Rubber and Palm Oil producing company in Cote D'Ivoire	4.9%
Mashonaland Holdings	Real estate company based in Zimbabwe	4.8%
African Bank Floating Bonds	South African based retail bank	4.4%
		<b>94.2%</b>

**Manager's Commentary****Market Conditions**

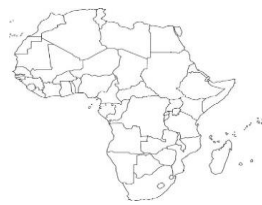
The Africa Opportunity Fund ("AOF" or the "Company" or the "Fund") NAV increased 14.8% in December, while its share price declined 6.3%. As a reference, with the exception of Egypt that was down 1.4%, major African indexes were up: South Africa gained 9.7%, Nigeria gained 12.2%, Kenya gained 5.6%, and Morocco gained 4.9%. Three Africa-focused ETFs – the Lyxor ETF (PAF FP) gained 8.4%, the DBX MSCI Africa Top 50 (XMAF LN) gained 10.8%, and Van Eck Africa Index (AFK US) gained 7.8%.

**Portfolio Highlights**

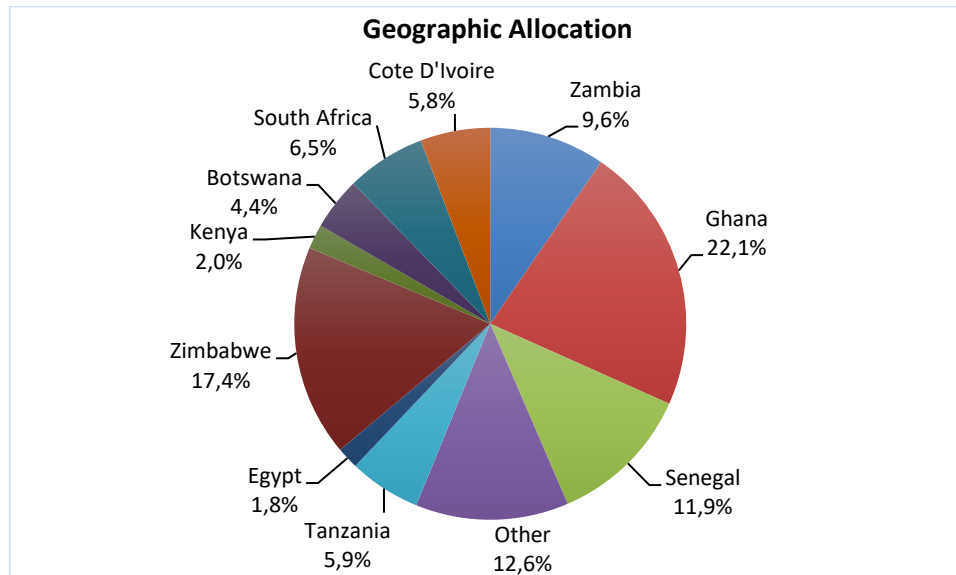
Our net asset value improved 14.8% due to gains from Copperbelt Energy Corporation, First Mutual Properties, Mashonaland Holdings, and Sonatel. These gains were partially offset by marginal losses in Enterprise Group Limited. Copperbelt Energy Corporation appreciated 40% in December due to an increase in its share price following a dividend declaration that implied a dividend yield of 59% on the declaration date. First Mutual Properties and Mashonaland Holdings increased in tandem with the Zimbabwe All Share Index which was up 36.6% in December. Finally, December was a strong month for Sonatel as it climbed to its highest share price since June.

**Fund Exposure – 31 December 2020**

	Exposure		Exposure
Long Equities	69.8%	Special Situations	10.8%
Bonds	5.2%	Net Current Assets	14.2%



## Fund Exposure by Country – 31 December 2020



## Company Details (Ordinary Shares)

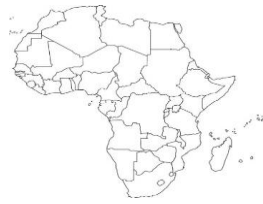
Bloomberg	AOF LN
Reuters	AOF.L
Website	<a href="http://www.africaopportunityfund.com">www.africaopportunityfund.com</a>
Listing	SFS / London Stock Exchange
Structure	Closed-end
ISIN	KYG012921386
	Euroclear/Clearstream
Inception	26 July 2007
Domicile	Cayman Islands

Portfolio	Francis Daniels
Managers	Robert Knapp
Investment Manager	Africa Opportunity Partners LLC
Broker	Liberum Capital Ltd
Auditor	Ernst & Young (Mauritius)

## Important Information

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