

Fund Objective

The objective of the Enwealth Money Market Fund is a low risk investment with an objective to:

- Generate reasonable level of current income,
- Provide Steady growth through re-investment of income earned
- Provide maximum stability for capital invested.
- Provide liquidity

This is achieved through investing in interest-earning money market instruments which have a maximum tenor of 13 months.

Fund Investment Principles

1. To invest only in money market instruments spread amongst institutions of repute.
2. To manage the portfolio according to best practice of prudent investing.
3. To administer the portfolio according to best practice by treating the generation of income as a higher priority than capital growth.
4. To minimize losses, while maximizing on investment returns, by investing in near cash or cash deposits.
5. To ensure the Fund retains an acceptable level of liquidity to meet any liquidation obligations with the promised timelines

Why Invest In The Money Market Fund?

1. This fund is ideal for use as an emergency fund.
2. It is ideal for risk-averse investors
3. It could form the core fund of your portfolio's cash component.
4. The fund should produce higher returns than call deposits while interest rates are declining.
5. The fund pays out income monthly.
6. In rising interest rate environments, the fund benefits from attractive deposit rates.

Fund Details

Risk Profile: Low

Investment Horizon: Short Term

Minimum Initial Investment: Kshs 1,000

Annual Management Fee: 2%+ VAT

Initial Fee: Nil

Suitability: Investors with low risk appetite and High liquidity needs

Weighted Average duration: 0.78 months

Trustee: Co-operative Bank of Kenya Ltd

Custodian: SBM Bank Kenya Ltd

Fund Administrator: Enwealth Capital Limited

Fund Manager: Old Mutual Investment Group

Benchmark Returns: Average Commercial Banks monthly deposit rate

Portfolio Manager Commentary

The annual effective yield settled at 10.39% as at June 2023 as the fund manager continued to reprice maturities and inflows into higher yielding shorter duration instruments.

Kenya's year on year inflation continues to breach the Central Bank's upper limit despite it easing by 0.1% to 7.9% in June from the previous month. The easing was mainly driven by base effects.

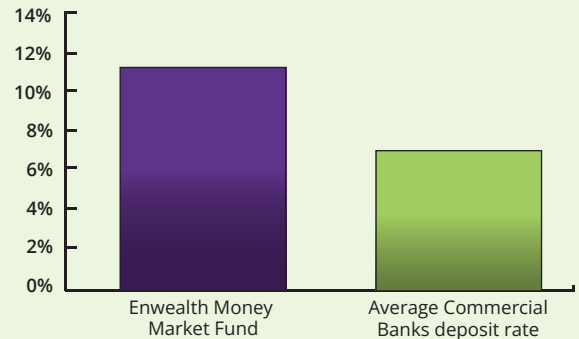
The Treasury Bill yields edged upwards by an average of 0.73% across all tenors. Yields are likely to cross the 12% mark. The 91, 182 and 364-day Treasury bills closed at 11.78%, 11.86% and 11.93% respectively.

Outlook: We expect yields to remain elevated reflecting higher inflation

and stricter monetary policy. Recent increases in electricity prices and new taxes effective from 1st July, such as doubling of value-added tax on petroleum to 16% are likely to keep inflation above the upper CBK limit of 7.5%.

PERFORMANCE (ANNUALISED) AS AT 30TH JUNE 2023

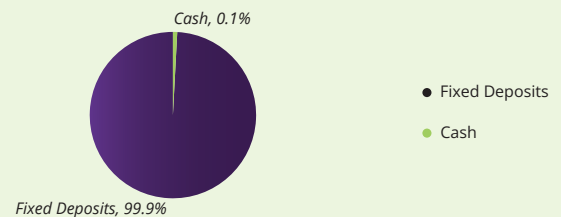
Enwealth Money Market Fund yield against benchmark for June 2023



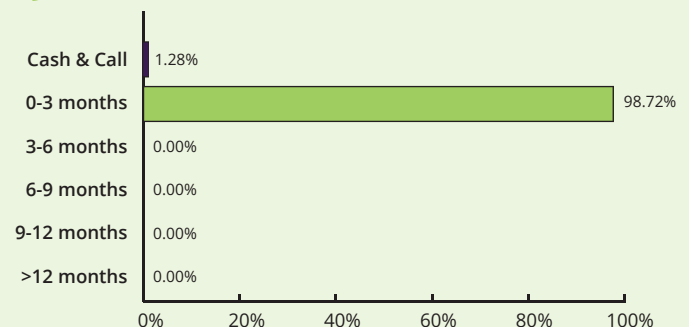
RISK MEASURES: LAST 12 MONTHS

Not applicable

ASSET ALLOCATION



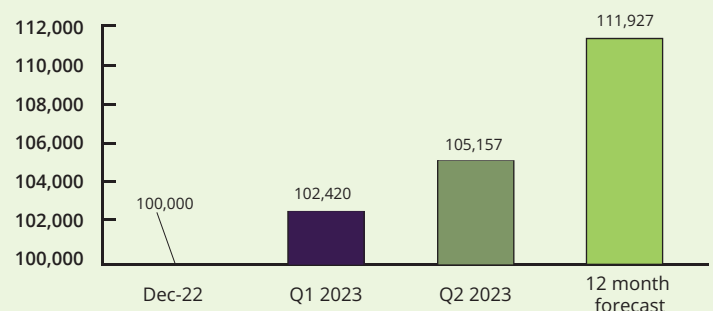
DURATION PERFORMANCE



The fund manager invested in near cash instruments particularly high yielding deposits.

CUMULATIVE PERFORMANCE

ENWEALTH MONEY MARKET FUND



The chart reflects the growth of a KES 100,000 investment at the start of the year with 100% reinvestment of distributions.