

ENWEALTH
MONEY MARKET FUND

FACT SHEET

JULY 2023



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AS AT JULY 2023

Fund Objective

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

1. Generate reasonable level of current income,
2. Provide Steady growth through re-investment of income earned
3. Provide maximum stability for capital invested.
4. 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: **4.39 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 **12.51%** as at July 2023 as the fund manager continued to reprice maturities and inflows into higher yielding shorter duration instruments.

Kenya's year on year inflation eased to a 14-month low of **7.3%** in July from **7.9%** in the previous month driven by lower food inflation which more than offset the rise in fuel prices following the government's decision to hike Value Added Tax (VAT) on fuel. Fuel prices rose by **7%** after gov't increased VAT on fuel products as part of revenue measures to reduce reliance on borrowing.

The Treasury Bill yields edged upwards by an average of **0.63%** across all tenors as yields crossed the 12% mark. The 91, 182 and 364-day Treasury bills closed at **12.35%, 12.39% and 12.73%** respectively.

Outlook: Inflation is likely to have peaked, however, we expect yields to remain elevated on weakening strengthening, stricter monetary policy, and increased reliance on domestic borrowing. We expect the Monetary Policy Committee to hike the Central Bank Rate in the next meeting.

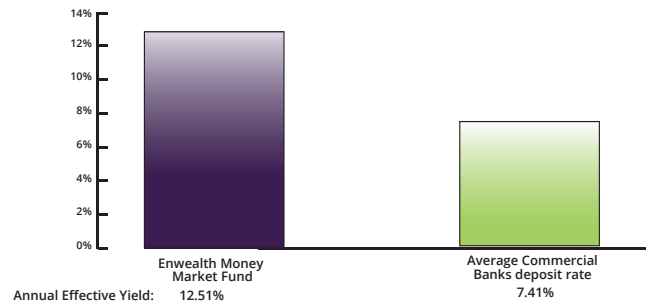
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This report should not be considered to be a recommendation by any individual affiliated with Enwealth Capital Limited.

Past performance is not necessarily a guide to future performance. There are no guarantees on the investor's capital as the value of the investment can fall as well as rise depending on the performance of underlying investment.

Performance (Annualised) As At 31st July 2023

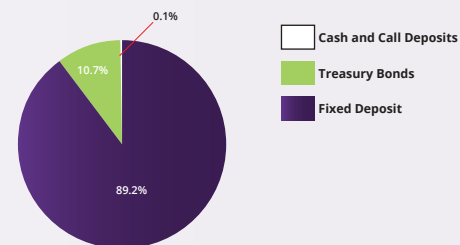
Enwealth Money Market Fund yield against benchmark for July 2023



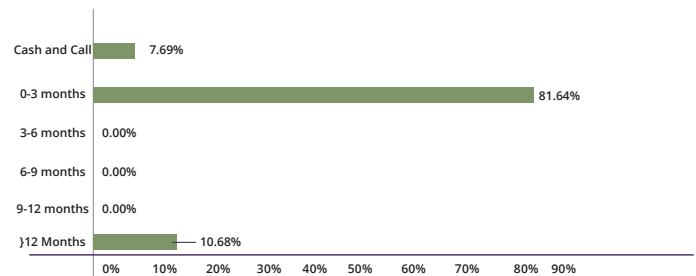
RISK MEASURES: LAST 12 MONTHS

Not applicable

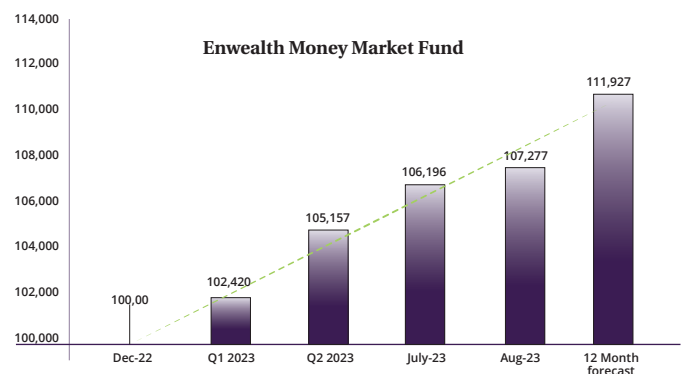
Asset Allocation



Duration Allocation



Cumulative Performance



The chart reflects the growth of a KES 100,000 investment at the start of the year

Sponsor Profile

Enwealth Financial Services Limited is licensed by the Retirement Benefits Authority (Kenya), the **Uganda Retirement Benefits Regulatory Authority** (Uganda) and the **Financial Services Commission (Mauritius)** to provide administration services. We have been in operation for 12 years with the vision of securing a lifetime of financial well-being and dignity for our customers.

We are currently providing Administration and Consulting Services to over **200 corporate clients** whose total assets under our administration, corporate Trustee & Consulting is approximately **USD. 850 million**. With a regional footprint and branch offices in Kenya, Uganda and Mauritius, we are well positioned to serve our clients within the region through our seamless and robust technological platforms. Enwealth Capital is a subsidiary entity of Enwealth Group through which the **Enwealth Unit Trust Scheme** has been Approved by the **Capital Markets Authority in Kenya**.

Enwealth Capital Ltd,
Morningside Office Park,
1st Floor Suite D2, Ngong Road
P.O Box 52840-00200
Mobile : +254 700 617 443
E: enwealthcapital@enwealth.co.ke
W: <https://enwealth.co.ke>