

ENWEALTH
MONEY MARKET FUND
FACT SHEET

FEBRUARY 2024



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: 4.93 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 **15.85%** as at the end of February 2024 as the fund manager continued to reprice maturities and inflows into higher yielding shorter duration deposits and bonds.

Kenya's year on year inflation declined to **6.3%** in February from **6.9%** January. The month-on-month Consumer Price Index slowed to **0.1%** versus **0.4%** in the preceding month driven by a decline in housing & utilities costs and a relatively slower pace of increase in the food prices. Transport fares increased despite a **0.5%** average reduction in fuel prices during the month.

Treasury Bill yields continued to edge upwards by an average of **0.35%** across all tenors as the yields failed to breach **17%**. The **91,182** and 364-day Treasury bills closed the month at **16.59%**, **16.73%** and **16.92%** respectively.

Outlook

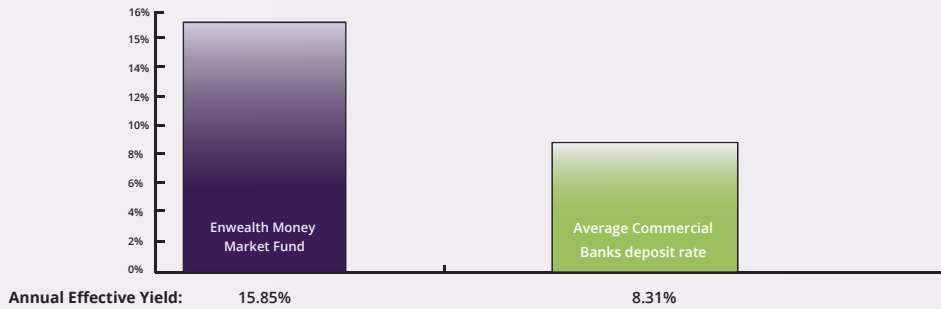
The strengthening of the Shilling and the likely further reduction in fuel prices following this rally will most likely keep inflationary pressures contained within the Central Bank range over the coming months. Increased reliance on domestic borrowing could continue to result to yields remaining at elevated levels.

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AS AT FEBRUARY 2024

Performance (Annualised) As At February 2024

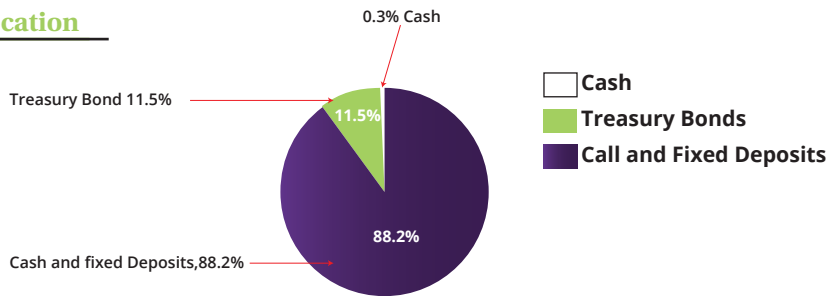
Enwealth Money Market Fund yield against benchmark for FEBRUARY 2024



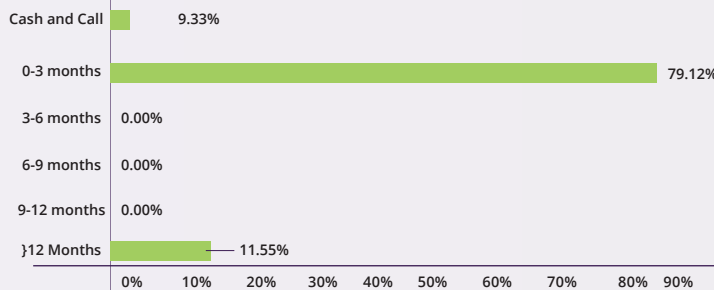
Risk Measures: Last 12 Months

Not Applicable

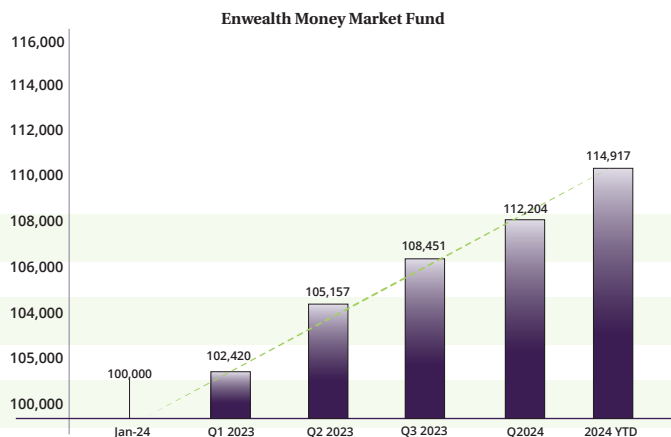
Asset Allocation



Duration Allocation



Cumulative Performance



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

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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.

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