

ENWEALTH

MONEY MARKET

FUND FACT SHEET

JANUARY 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: 3.18 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 14.99% as at the end of January 2024 as the fund manager continued to reprice maturities and inflows into higher yielding shorter duration deposits and bonds.

Kenyan inflation ticked up for the first time in three months as it increased to 6.9% year on year in January, compared with 6.6% in the previous month. Month on month inflation increased by 0.4%. In addition to pass through costs from currency weakness, food, energy and transport, which cover about 57% of the inflation basket, were the main drivers of inflation.

Treasury Bill yields continued to edge upwards by an average of 0.48% across all tenors as the yields breached 16%. The 91,182 and 364-day Treasury bills closed the month at 16.29%, 16.38% and 16.52% respectively.

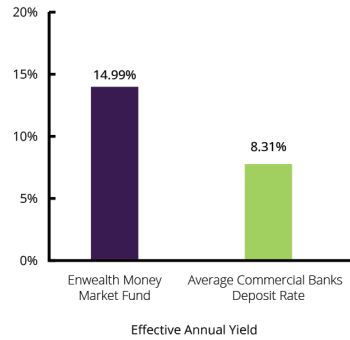
Outlook:

Inflation still faces upside risks stemming from higher global commodity prices and weakening currency but should benefit from base effects

from March 2023. Increased reliance on domestic borrowing and weakening currencies will result to yields remaining at elevated levels.

PERFORMANCE (ANNUALISED) AS AT 31ST JANUARY 2024

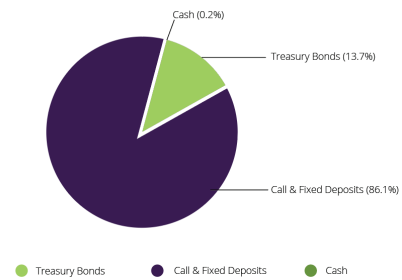
Enwealth Money Market Fund yield against benchmark for January 2024



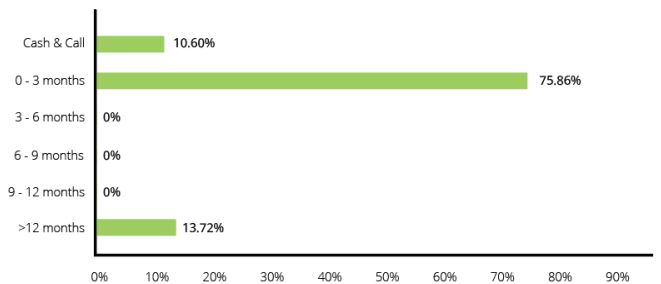
RISK MEASURES: LAST 12 MONTHS

Not applicable

ASSET ALLOCATION

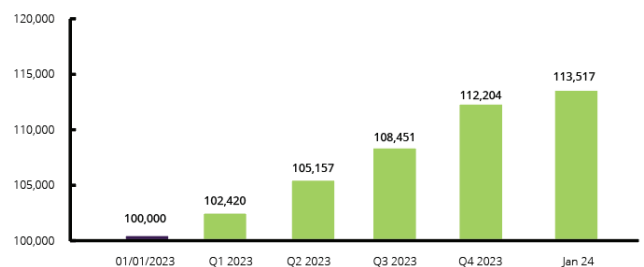


DURATION ALLOCATION



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

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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