

ENWEALTH
BALANCED FUND
FACT SHEET

OCTOBER 2024



Fund Objective

The Enwealth Balanced Fund is a medium-risk investment with an objective to

1. Seek long-term stability and growth of capital consistent with moderate investment risk
2. Provide reasonable level of interest income.
3. Provide steady growth through dividends earned.
4. Provide partial liquidity.

The Fund invests in Money Market securities, Fixed Income instruments and Equities with a maximum exposure 60% of the market value of assets under management.

Fund Details

Risk Profile: Medium

Investment Horizon: Medium Term – Minimum 1 year.

Minimum Initial Investment: KES 1,000

Annual Management Fee: 2%+ VAT

Initial Fee: Nil

Suitability: Investors with medium-risk appetite and Low liquidity needs

Weighted Average duration: 15.1 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: Commercial Banks Weighted Average Deposit Rate

Portfolio Manager Commentary

The fund registered a one-year return of 18.0% as of October 2024 driven by the continued recovery in the bonds market. The bond market was supported by the yield curve shifting downwards across most sections driven by secondary market activity and primary auction outcomes. In the month, the equities market performance was positive with the All-Share index registering a return of 9.8% driven by large cap stocks.

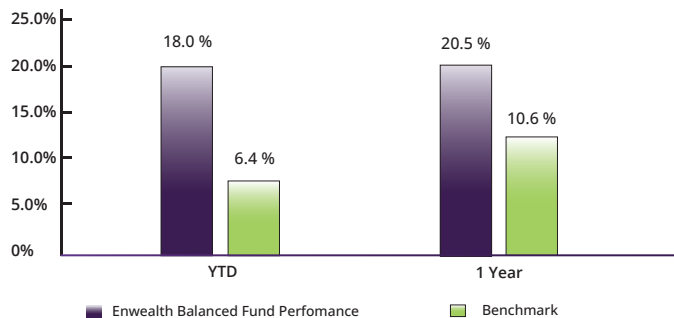
Kenya's year on year inflation fell to **2.7%** in October compared to September's position of 3.6%. This was driven by lower fuel prices, housing & utilities and transport prices which fell by **0.3%** m/m. In addition, base effects were also a key driver of the decline. Despite this, the Consumer Price Index rose by **0.2%** for the second consecutive month in October due to higher food and service prices.

With the CBK gaining control of interest rate movements amid the stable macroeconomic environment, Treasury Bill yields declined sharply by an average of **1.35%** across all tenors as the **91,182** and 364-day Treasury bills closed the month at **14.43%, 15.15% & 15.47%** from **15.72%, 16.58% & 16.80%** respectively in the previous month.

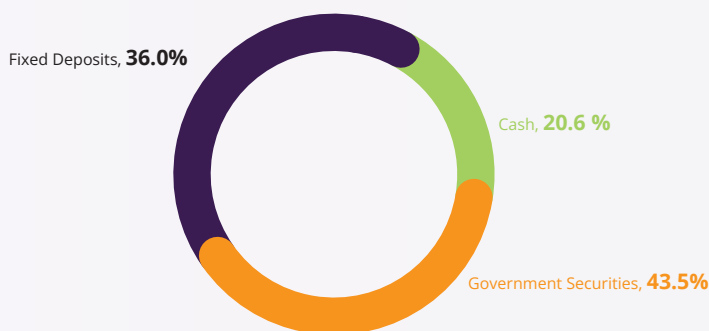
Outlook: : Inflation is expected to bottom out in Q4 2024 while remaining below 5% largely driven by base effects and lower food and fuel prices compared to last year. However, upside risks such as the La Nina weather phenomenon poses risk to the East Africa region as rainfall is expected to be below average. Despite the IMF expressing concern over Kenya's recent monetary policy shifts, we see scope for a further reduction of policy rate easing at the next Monetary Policy Committee meeting albeit a **0.25%** cut lower than previously projected.

Performance (Annualised) As At OCTOBER 2024

Enwealth Balanced Fund Performance as at October 2024



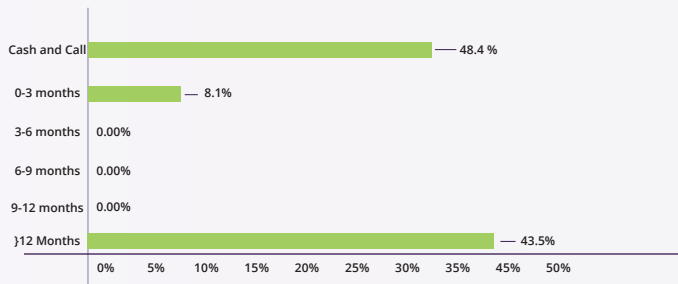
Asset Allocation



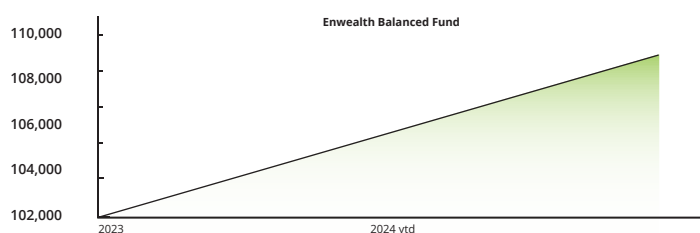
Risk Measures; Last 12 Months

NAV	Since Inception
High	12.41
Low	10.00
Negative return months	none

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.