

ENWEALTH DOLLAR  
MONEY MARKET FUND

# FACT SHEET

OCTOBER 2024



## Fund Objective

The objective of the Enwealth Dollar 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 reputable institutions.
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 maximize 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 Dollar Money Market Fund?

- **US Dollar-Denominated:** This fund is denominated in US dollars, which provides an option for investors looking to hold and transact in this currency as a hedge.
- **Liquidity:** Investors can easily access/redeem their invested funds.
- **Low Risk:** The fund is focused on preserving capital and minimizing investment risk. It primarily invests in high-quality, short-term debt securities.
- **Stable Value:** The Fund invests in selected money market instruments providing an income yield and a high degree of capital stability.
- **Competitive Yields:** While prioritizing safety and liquidity, the Fund strives to provide a yield that is competitive compared to prevailing market interest rates

## Fund Details

**Risk Profile:** Low

**Investment Horizon:** Short Term

**Minimum Initial Investment:** USD 100

**Annual Management Fee:** 2%+ VAT

**Initial Fee:** Nil

**Suitability:** Investors with low risk appetite and High liquidity needs

**Weighted Average duration:** 10.61

**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 **4.7%** as the fund manager continued to invest inflows into higher yielding longer duration instruments. The Kenya Eurobond exposures continue to anchor the yield of the fund. The personal consumption expenditures (PCE) price index rose at an annual rate of **2.1%** in September, down from **2.2%** in August in line with market expectations. Core PCE index (which excludes volatile food and energy costs) rose **2.7%** in September, in line with recent months, but slightly above expectations of **2.6%**.

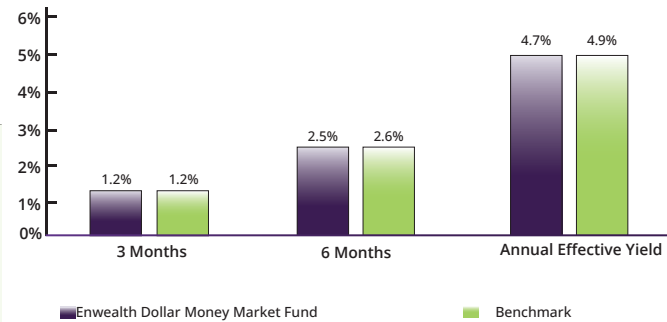
In the month of October, U.S. Treasury yields ticked up to 3-month highs as the 10-year Treasury yield settled at **4.29%** currently while the 2-year Treasury is at **4.16%** due to increased concerns on the widening fiscal deficit.

The Shilling remained relatively flat against the US Dollar in October, closing the month at **KES 129.20** from **KES 129.20** recorded at the end of September. Year to date, the Kenya Shilling has gained **17.4%** on the US dollar. The shilling has shown considerable yet unexpected stability in the previous months despite the civil and economic turbulence experienced. The Kenya Shilling could face significant pressure due to culmination of the G2G oil deal resulting to increased dollar demand and increased foreign debt redemption payments.

**Outlook:** The Fed is expected to deliver another 0.25% rate cut in its November meeting. However, future decisions look uncertain due to potential tax cuts, widen budget deficits which would increase government borrowing. Trump policies also touted for tariffs which poses upside pressure on inflation and reduce the Federal Reserve's scope to cut interest rates.

## Performance (Annualised) As At October 2024

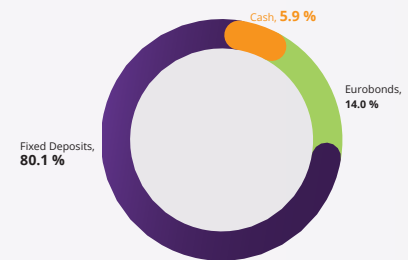
Enwealth Dollar Money Market Fund Performance As At October 2024



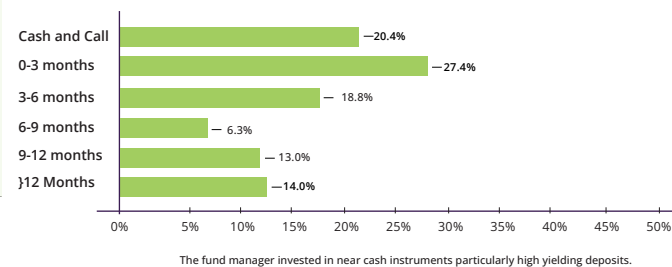
## Risk Measures; Last 12 Months

NAV	Since Inception
Max	5.62%
Min	4.39%

## Asset Allocation



## Duration Allocation



## Cumulative growth- USD 100 investment

