

ENWEALTH  
MONEY MARKET FUND  
**FACT SHEET**

OCTOBER 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:** KES 1,000  
**Annual Management Fee:** 2%+ VAT  
**Initial Fee:** Nil  
**Suitability:** Investors with low-risk appetite and High liquidity needs  
**Weighted Average duration:** 13.24 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 **14.7%** as at the end of October 2024 as the fund manager continued to reprice maturities and inflows into higher yielding longer duration fixed income securities.

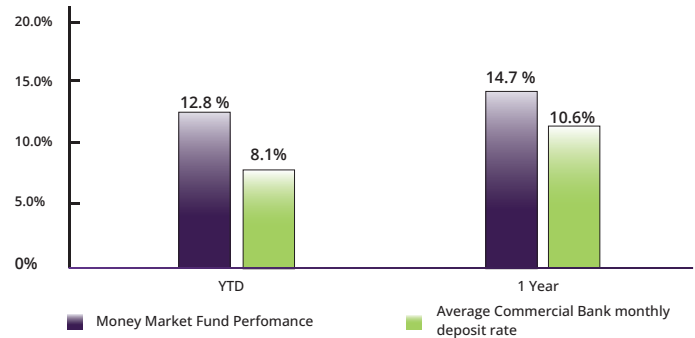
Kenya's year on year inflation fell to **2.7%** in October compared to September's position of **3.6%**. This was driven by lower fuel prices, housing & utilities and transport prices which fell by **0.3%** m/m. In addition, base effects were also a key driver of the decline. Despite this, the Consumer 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 yield curve, 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

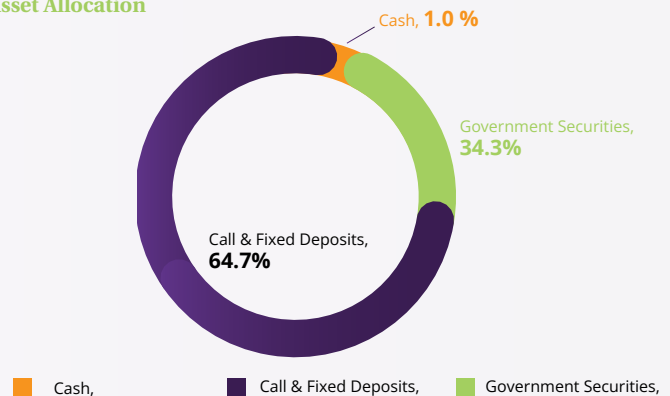
Enwealth Money Market Fund Performance As At OCTOBER 2024



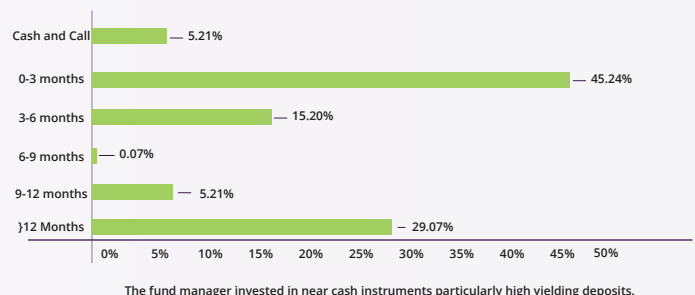
### Risk Measures; Last 12 Months

	Annual Effective Yield
High	16.01 %
Low	14.33 %

### Asset Allocation



### Duration Allocation



### Cumulative Performance

