

MADISON MONEY MARKET FUND

Factsheet December 2022

Fund Objective

The investment objective is to achieve capital preservation by investing in short-term money market instruments such as Bank Deposits, Government Securities and Corporate Instruments. The average maturity of assets in the Fund will be less than 13 months.

Fund Features

Registration Date:	17th November 2011
Structure:	Open ended, Unit Trust Fund
Fund Manager:	Madison Investment Managers Ltd
Trustees:	KCB Bank Kenya Ltd
Custodian:	Equity Bank Kenya Limited
Auditors:	Deloitte & Touche LLP
Regulator:	Capital Markets Authority

General Information

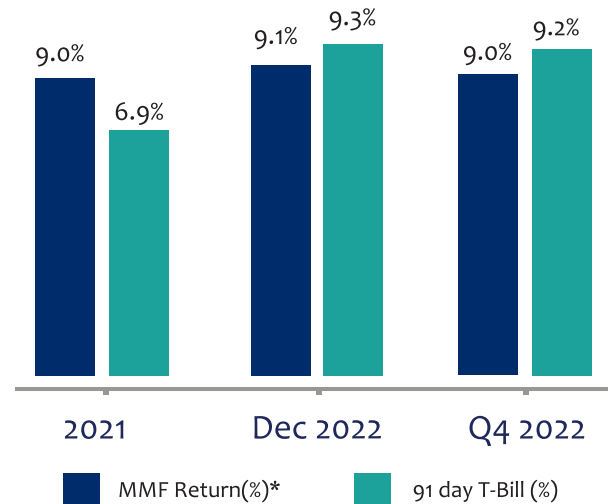
Min. Initial Investment:	KES 5,000.00
Min. Top Up:	KES 1,000.00
Investment Horizon:	Less than one year
Risk Profile:	Conservative to Moderate
Benchmark Return:	Average 91 Day T Bill
Income distribution:	Monthly
Management fees:	2%
Monthly Expense Ratio:	0.002
Monthly Sharpe Ratio:	14.65

Asset Allocation

Cash & Equivalents	0.8%
Treasury Bills	3.4%
Treasury Bonds	13.0%
Commercial paper	18.8%
Fixed Deposits	64.0%

Fund Size: KES 2.9 Billion

Fund Performance



*MMF return is the average daily yield, net of fees, gross of withholding tax.

Market Commentary

The month of December 2022 saw inflation ease to 9.1%, down from 9.5% recorded in November. The decline was supported by a moderation in the prices of food. On a month-to-month basis, the food and non-alcoholic index rose by 0.3%, slower than the 0.6% jump recorded November due to favourable weather conditions.

December 2022 saw short term interest rates on the 91-day, 182-day and 364-day treasury bills rise by an average of 0.15%, 0.09% and 0.10%, respectively, and closed the month at 9.37%, 9.83% and 10.31%, respectively.

The Kenya Shilling depreciated by 0.76% against the US dollar within the month of December to close at KES 123.37 from KES 122.45 in November. The depreciation was largely attributable to the strengthening of the US Dollar which was driven by global demand and rising interest rates in developed markets. Locally, dollar demand from importers has also exerted downward pressure on the Shilling.

Disclaimer: Past performance is not an indicator of future investment performance, and current fund performance may differ from the figures shown. The performance is the average daily yield, quoted net of fees and gross of withholding tax. Unit trust values are calculated on a net asset value basis which is the total of all assets in the portfolio including any income accrual, less any permissible deduction from the portfolio. The funds are held at a custodian account and the activities of the fund are overseen by a trustee. The fund expense ratio reflects the proportion of the fund used to cover expenses. The lower the expense ratio, the better. The Sharpe ratio is used to evaluate the risk-adjusted performance of the fund. A higher Sharpe ratio indicates better return yielding capacity of a fund for every additional unit of volatility.