

MADISON WEALTH FUND

Factsheet February 2023

Fund Objective

The objective of the Madison Wealth Fund is to enhance return while securing steady capital growth by investing in a diversified portfolio of high yielding securities in the local and international markets. The scheme will invest in various fixed income instruments such as government and corporate debt securities, fixed deposits with selected banks, Kenyan quoted and unquoted equities, other collective investment schemes, offshore investments and other investments. The Scheme will make its investments in accordance with the guidelines issued from time to time by CMA on investment of collective investment schemes.

Fund Features

Registration Date:	15th June 2022
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 1,000,000.00
Min. Top Up:	KES 500,000.00
Investment Horizon:	Less than one year
Risk Profile:	Moderate to Aggressive
Benchmark Return:	Average 91 Day T Bill + 2%
Income distribution:	30th June & 31st December
Management fees:	2%
Lock-in Period:	6 Months

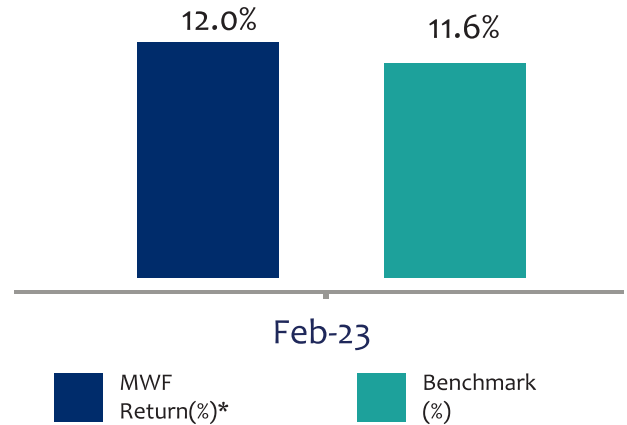
Asset Allocation

Treasury Bonds	4.2%
Cash & Equivalents	5.14%
Fixed Deposits	25.5%
Corporate Debt	65.1%

Fund Size: KES 246.3 Million

Disclaimer: Past performance is not an indicator of future investment performance, and current fund performance may differ from the figures shown. The fund return is an effective annual 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 reflect 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.

Fund Performance



*MWF Return is net of fees gross of withholding tax.

Market Commentary

The month of February 2023 saw inflation rise to 9.2% from 9.0% recorded in January. The uptick was mainly attributed to the increase in the prices of food. On a month-to-month basis, the food and non-alcoholic index rose by 1.2%, higher than the 0.2% jump recorded in January due to depressed weather conditions.

February 2023 saw short term interest rates on the 91-day, 182-day and 364-day treasury bills rise by an average of 0.17%, 0.18% and 0.20%, respectively, and closed the month at 9.66%, 10.12% and 10.68%, respectively.

The Kenya Shilling depreciated by 1.97% against the US dollar within the month of February to close at KES 126.85 from KES 124.40 in January. 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.