

MADISON WEALTH FUND

Factsheet May 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

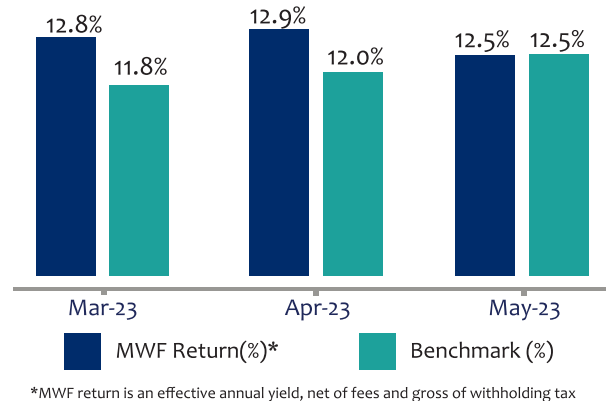
Min. Initial Investment:	KES 1,000,000.00
Min. Top Up:	KES 500,000.00
Investment Horizon:	Less than one year
Risk Profile:	Moderate to Aggressive
Benchmark Return:	Average 91 Day T Bill + 2%
Income distribution:	30th June & 31st December
Management fees:	2%
Lock-in Period:	6 Months

Asset Allocation

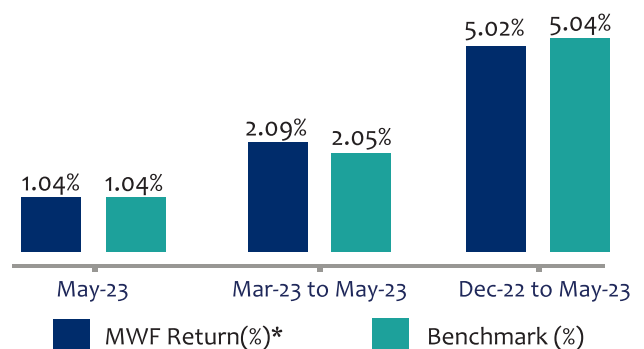
Cash & Equivalents	0.0%
Treasury Bonds	14.4%
Fixed Deposits	25.3%
Corporate Debt	60.3%

Fund Size: KES 1.3 Billion

Fund Performance



Periodic Returns



Market Commentary

The Madison Wealth Fund delivered an Effective Annual Yield of 12.54% (average daily yield of 12.17%) in the month of May 2023.

Headline inflation rose marginally to 8.0% in May, from the 7.9% reported in the prior month. The upward pressures were mainly attributed to an increase in food prices which went up by 10.2%. Notably, the price of sugar rose the most by 49.0%. Sugar prices have been on the rise amid lower global supply and reduced domestic production as farmers switch to producing other crops. Additionally, the transport index increased by 10.1% in May compared to 9.8% reported in April.

May 2023 saw short term interest rates on the 91-day, 182-day and 364-day treasury bills rise by an average of 0.44%, 0.41% and 0.37%, respectively, and closed the month at 10.83%, 11.11% and 11.46%, respectively. The Kenya Shilling depreciated by 1.90% against the US dollar within the month of May to close at KES 138.49 from KES 135.91 in April. This was partly attributable to increased dollar demand from manufacturers and importers, especially oil and energy sectors against a slower supply of hard currency.

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.