

GenAfrica
ASSET MANAGERS

FACT SHEET MONEY MARKET FUND

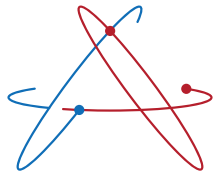
JANUARY 2025

REGULATED BY THE CAPITAL MARKETS AUTHORITY

This fact sheet is for information purposes only and is not a solicitation to buy or sell. The price of units and the income from them can go down as well as up, as a result of changes in the value of underlying securities. Past performance is not necessarily a guide to future investment performance. An investor may not get back the full amount invested and in certain circumstances the right to redeem your units may be suspended. In giving this approval, the Authority does not take responsibility for the financial soundness of the scheme or for the correctness of any statements made or opinions expressed in this regard.

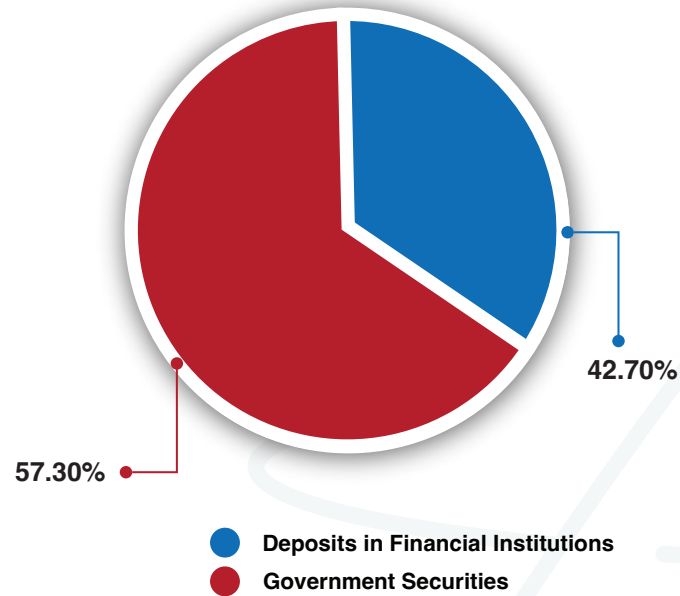
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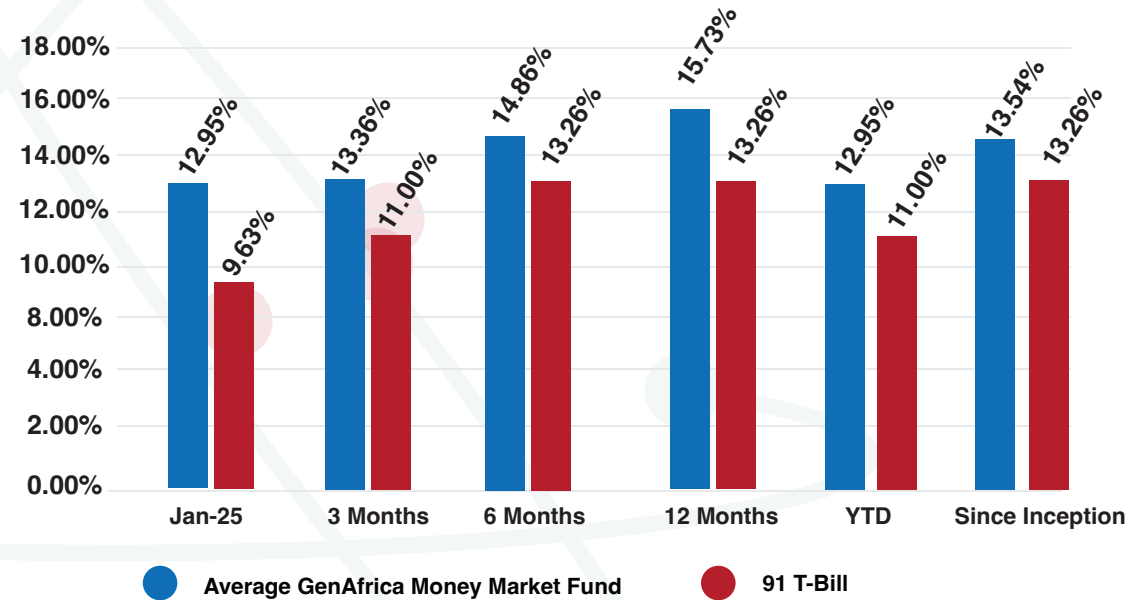


GENAFRICA MONEY MARKET FUND

ASSETS ALLOCATIONS



ANNUALIZED FUND PERFORMANCE



KEY FUND FEATURES



Inception Date
December 2022



2% Management fees



Regulated by the
Capital Markets Authority



Clients can also opt to withdraw interest earned and have this periodically paid out to them or automatically reinvest the interest.



Fund Size
KES 2.49 Billion



No Limitation on withdrawal.



Monthly income distribution through issuance of new units



Daily yield computation: The yield will be published in the local newspaper and company website. The yield will vary based on markets performance.



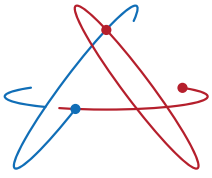
No initial fees



Minimum initial investment of KES 500,000



Monthly fund factsheet and client statements to be sent to clients.



Fund Objective

This fund's objective is to obtain a reasonable level of return while preserving capital and liquidity. In order to achieve its investment objective, the assets of the GenAfrica Money Market Fund are invested in high quality money market instruments with a maturity profile to ensure liquidity and capital preservation at all times.

Target Investors

The Money market fund is suitable for a low risk investor interested in capital preservation, ease of liquidity and monthly income generated from interest income by the fund.

Investment Universe

Funds deposited into the money market fund are invested mainly in interest bearing assets such as fixed deposits, treasury bills and short-term bonds. The investment strategy aims at securing interest above local bank rates while ensuring the clients capital is secured.

Money Market Fund

Liquidity in the money markets improved in January, with interbank rates averaging 11.2% from 11.4% in December, supported by open market operations. T-bill rates continued to decline, though at a slower pace, as the 91-day, 182-day, and 364-day papers dropped by 69 **basis points (bps)**, 36bps, and 51bps to 9.52%, 10.03%, and 11.29%, respectively. The slowdown in rate declines suggest potential stability going forward.

In January 2025, the Central Bank of Kenya (CBK) raised KES 91.07bn from T-bill sales, down from KES 111.3bn in December 2024. This decline in collections was due to CBK's rejection of aggressive bids coupled with lower subscription rates driven by the sharp drop in interest rates. Investors showed a preference for the 91-day paper as they sought to minimize duration risk.

The Monetary Policy Committee (MPC) met on 5th February 2025 to assess the impact of previous policy measures on inflation and exchange rate stability. With economic growth slowing in 2024 and inflation expected to stay below the midpoint of the target range, the committee lowered the **Central Bank Rate (CBR)** by 50bps to 10.75% to reduce borrowing costs and support economic activity. Additionally, the MPC reduced the **Cash Reserve Ratio (CRR)** by 100bps to 3.25%, increasing liquidity in the banking system to ease lending rates and expand private sector credit. These measures aim to support economic recovery while ensuring exchange rate stability.

Inflation

Annual inflation rose by 30bps to 3.3% in January 2025, from 3.0% in December 2024. This increase was primarily driven by a 130bps increase in the food index, which rose from 4.8% to 6.1% due to higher prices for some food items. The transport index also saw a slight uptick of 50bps, moving from 0.2% in December to 0.7% in January. On the other hand, commodity prices for housing, water, electricity, gas and other fuels declined by 1.6%, a larger decrease compared to the 0.2% contraction recorded in December.

SERVICE PROVIDERS

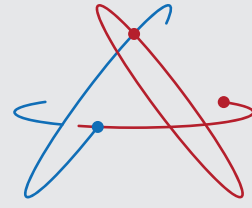
CUSTODIAN: STANDARD CHARTERED BANK

TRUSTEES: KCB BANK KENYA LIMITED

AUDITOR: PWC KENYA

FUND MANAGER: GENAFRICA ASSET MANAGERS





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