



CORAL MONEY MARKET FUND

Q2 2023 Fund Managers Report

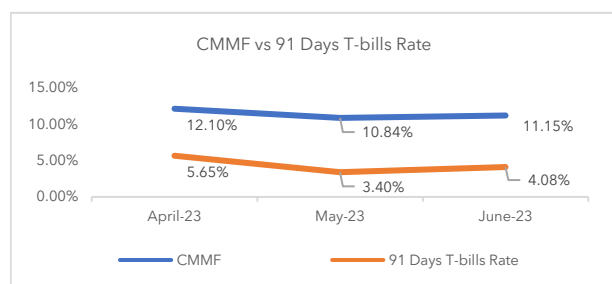
BACKGROUND INFORMATION

The Coral Money Market Fund "CMMF" is an actively managed open-ended unit trust scheme that invests exclusively in money market instrument – instruments with maturities less than 365 days.

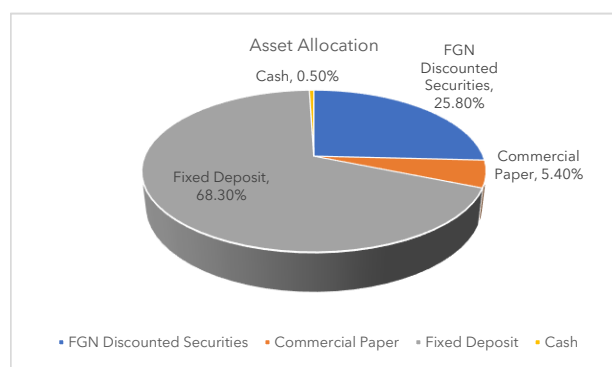
INVESTMENT OBJECTIVE

The objective of the Fund is to enable investors achieve consistent income streams through investment in a portfolio of money market securities and investments specified in the Trust Deed. The money market fund preserves capital, offers quarterly interest payment as well as safety and liquidity over the long term. It is also particularly designed to enable investors satisfy a broad range of financial needs as it can be used as a private pension/retirement plan, investments plan, or children's educational plan.

Fund Performance vs. benchmark



ASSET ALLOCATION (% OF TOTAL ASSETS)



UPDATE ON THE CMMF

You can now monitor your investment online by viewing your statement on our website www.fsdhaml.com.

REVIEW OF THE FUND

Inception date:	June 2019
Net Asset Value:	N12.95bn
Base Currency	Naira
Management Fee	1.50%
Minimum Investment	N5,000.00
Distribution Frequency	Quarterly
Fund Rating	A – (f) (Agusto & Co)
Investment Managers Rating	BBB Long Term / A3 Short Term (GCR)

Current Asset Allocation: 25.80% in FGN Treasury Bills, 68.30% in Fixed deposits, 5.40% Commercial Paper Instruments, and cash 0.50%.

Benchmark:	91days FGN Treasury Bills
Risk Profile:	Low
Fund Custodian:	United Bank of Africa
Fund Trustee:	UTL Trust Management Service
Auditors:	KPMG Towers
Registrars:	United Securities Limited

Fund Manager's Comment

The CMMF returned 11.15% in Q2 2023. Generally, we saw money market rate decline as the financial system remained liquid. Hence, the marginal decline in the Fund return; nevertheless, the Fund still outperformed the benchmark of 3.17% (91 days FGN Treasury Bills' 3 months average).

The fund AUM which started the year with 11.79billion grew and closed the quarter at about 12.90billion. This is a testament of the growing investing public's confidence in the Fund.

Strategy

We expect money market rate to gradually hike, hence we will keep going short, giving the expectation of higher inflation rate. Also, our strategy will be to cherry-pick on investment grade commercial papers with very attractive rates and further expand our counterparty lines to accommodate well-rated regulated money takers that would offer juicy rate. We intend to key into long dated T-Bills to pick up yields at the long end of the treasury bill curve without compromising the WAM constraint.

Increasing your investment in the Coral Money Market Fund just got easier!

- From the comfort of your space, you can increase your investment in the CMMF with as little as N5,000 through any of the following:
- Automatic transfer sums from any Nigerian bank to the funds custodian by issuing a direct debit instruction. You simply fill and execute the form; we will process it on your behalf.
- Transfer the investment sum to the funds' custodian.
- Issue a cheque/ bank draft in favor of "Coral Money Market Fund".

You can also reach out to us via email at coralfunds@fsdhgroup.com. Follow us on twitter and Instagram via @Fsdhcoralfunds and like our face book page; FSDH Coral Funds www.facebook.com/coralfunds