

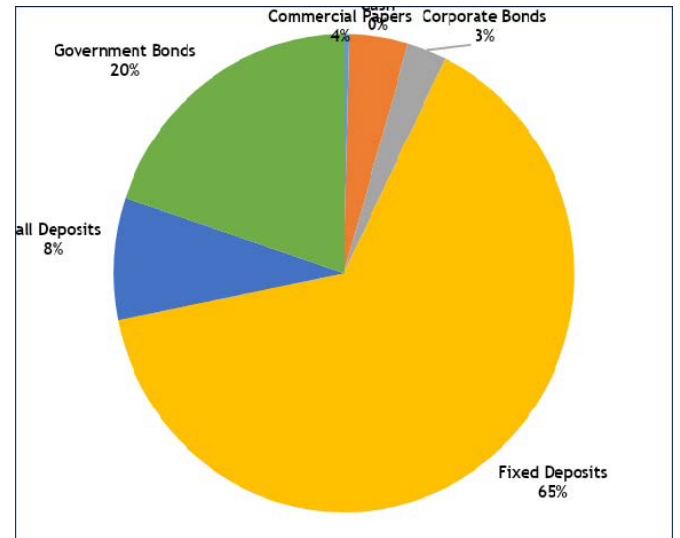
Fund Objective

The Genghis Money Market Fund is a low risk, highly liquid fund that seeks to obtain a high level of current income while protecting investors' capital.

Fund Profile

- **Fund Manager:** Genghis Capital Ltd
- **Risk Profile:** Conservative
- **Launch Date:** June 2017
- **Initial Fee:** Zero
- **Annual Management Fee:** 2.00%
- **Minimum Investment:** Kshs 500
- **Trustees:** Kenya Commercial Bank
- **Custodian:** Stanbic Bank Kenya
- **Benchmark:** 91-Day T-Bill
- **Assets Under Management:** Kshs 669.9 mn

Asset Allocation



Fund Performance	2024 August	2024 July	FY'2023	3 Year
Genghis Money Market Fund	16.06%	16.20%	11.00%	9.76%
Benchmark (91-Day T-bill)	15.85%	16.00%	12.26%	9.18%

*Performance is net of Management Fee but Gross of Withholding Tax

Market Review and Outlook

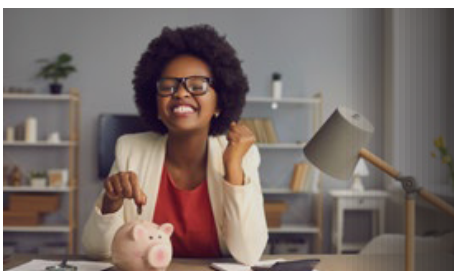
In the month of August 2024, liquidity in the money market improved with the average interbank rate decreasing to 12.97%, from 13.18% in July 2024.

The average yields on the government papers witnessed a decline with the average yields on the 91-day, 182-day, and 364-day papers decreasing by 0.21%, 0.18%, and 0.06% to 15.79%, 16.67%, and 16.86% from 16.00%, 16.85% and 16.93% in July 2024 respectively. Furthermore, there was a decrease in the oversubscription of T-bills with the overall average subscription rate coming in at 113.14%, from 120.25% recorded in July 2024. The average subscription rate for the 91-day decreased to 461.7% from 478.0% in July 2024. The average subscription rate for the 182-day and 364-day paper increased to 64.2% from 58.6% and 54.4% from 51.6% recorded in July 2024.

Inflation in the month of August 2024 increased marginally to 4.4%, from the 4.3% recorded in July 2024. Headline inflation in August 2024 was driven most significantly by a decrease in the food index and a marginal increase in the transport, housing, water, electricity, gas, and other fuels' indexes.

Stanbic Bank also released the August edition of its monthly Purchasing Manager's Index (PMI). The index for the month of August came in at 50.6, up from 43.1 in July 2024. This indicated a mild recovery in overall business conditions, with output increasing within the services, wholesale & retail, and construction sectors. The improvement was on the back of a stabilizing political environment with recent anti-government protests waning in the month of August and businesses resuming their normal operations. However, business outlook in the near term remains bleak with only 5% of companies surveyed expecting growth in the upcoming 12 months.

Recent developments have seen business operations gradually recovering from their slump in June and July, caused by bi-weekly anti-government protests that forced businesses to scale back to avoid losses from looting or destruction. The recent interest rate cut by the Central Bank of Kenya (CBK) is also expected to improve business prospects, with the earlier-than-expected interest rate cuts having the potential to lower borrowing costs and boost investment spending, which had been constrained by the elevated cost of debt. Additionally, concerns over further geopolitical tensions have been overshadowed by recession fears in the US, resulting in lower international oil prices that will benefit the local industry through a reduction in fuel prices in the coming months. However, consumer spending remains weak, with many businesses still experiencing sluggish sales growth as household budgets have yet to recover from high inflation and the effects of the COVID-19 pandemic. We expect this to continue throughout the year, with any significant improvement likely not seen until Q1 2025.



Grow your wealth by investing from as little as KES 500 with Genghis Money Market Fund.



Disclaimer: Past performance is not a guarantee of future performance and the value of the fund will fluctuate from time to time.