

FUND OBJECTIVE

The United Capital Money Market Fund allows investors to invest in high quality money market instruments like Treasury bills and certificates, Commercial papers and Bankers' acceptance. The Fund is an income Fund. It provides liquidity, capital preservation, as well as moderate and stable return. The Fund is appropriate for corporate and individual investors who desire less volatility in returns using their surplus funds for short periods of time. The main objective of the Fund is to 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.

MARKET REVIEW, OUTLOOK AND STRATEGY

Last month, bearish sentiments in the money market environment weakened as the CBN started to reduce stop rates at the primary market. Financial system liquidity improved even though the Open Buy Back (OBB) and Overnight (O/N) rates remained elevated, closing 100bps lower each at 11.50% (previously 12.50%) and 12.00% (previously 13.00%) as the DMO continued to oversell at the primary market and CBN continued its liquidity management activities.

In terms of primary market activity, the CBN conducted OMO mop-ups worth ₦72.0bn (across 3 tenors, 131-day, 187-day and 355-day papers). Investor appetite for the bills remained strong for the mid and long-term paper. Stop rates, expectedly, remained unchanged at 7.1%, 8.1% and 10.1%, respectively. At the final NTB Primary Market Auction (PMA) for the month, stop rates for the 91-day bill climbed higher by 50bps to print at 2.5% while the 182-day bills closed flat at 3.5%. However, the 364-day paper saw gradual dips, closing at 9.15% (prev. 9.65% at the last auction in May-2021). In the secondary market, average NTB yields inched higher by 48bps to close at 6.58% (previously 6.10%). Similarly, in the OMO market, average yield increased by 19bps to 9.87% (previously 9.68%).

Looking ahead, with the yield reversal appearing to have peaked in the medium term, we expect bullish sentiments to dominate activities in the money market this month.

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The United Capital Money Market Fund is regulated by the Securities & Exchange Commission

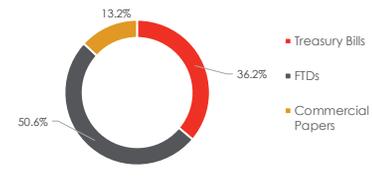
† Past performance is not a reliable indicator of future performance and individual investors' returns may differ depending on individual investment period. Performance is net of fees and charges. This information has been prepared for the purpose of providing general information, without taking into account your objectives, financial situation or needs. Before making an investment decision, you need to consider whether this information is appropriate to your objectives, financial situation or needs. Please consult your financial adviser. This information has been compiled from sources considered to be reliable, but is not guaranteed. Any potential investor should consider conducting further enquiries in deciding whether to acquire, or continue to hold units in a fund.

Fund Manager	United Capital Asset Management Ltd
Base Currency/Start Year	Naira/2006
Fund Size (₦)	8.8bn
NAV Per Share (₦)	1.0
Minimum Entry (₦)	10,000
Additional Investment (₦)	5,000
Structure	Open Ended
Minimum Holding Period	30 days
Benchmark	91-day T-Bills
Management Fee	1.0%
Total Expense Ratio*	1.1%
Risk Profile	Low
Income Distribution	Quarterly

Maturity Profile of Assets

0-30days	43.6%
31-60days	15.4%
61-90days	15.6%
91-180days	3.2%
180-365 days	22.1%

Current Portfolio Holdings



* Inclusive of management fee; Returns are net of all fees

Governance Asset Allocation Range

Money Market (100%)

Why Choose the Fund?

- Short-term capital preservation
- Seamless entry and exit
- Low entry threshold
- Professional management with robust risk framework

How to Participate

1. Log in to our online platform www.investnow.ng
2. Click on "Money Market Fund"
3. Click on "Open an account" and complete the online form
4. Fund your account online with a one-time payment or recurrent payments.

Return History

	2015	2016	2017	2018	2019	2020	Jun-21
Money Market Fund Returns	11.3%	13.1%	14.2%	12.9%	12.87%	5.42%	8.45%
Benchmark Returns	2.4%	13.7%	11.0%	12.6%	11.16%	1.52%	4.83%

* Represents the Fund's Effective yield vs the Benchmark Return

PERFORMANCE REVIEW

The United Capital Money Market Fund yielded an average return of 8.45% for the month of June 2021, higher than the benchmark rate of 4.83%. The performance of the Fund was driven by higher interest rate reflected by increase in yields in money market instruments.

The Fund will continue to invest in high quality money market instruments that generate competitive returns for the benefit of the subscribers. The Fund is well positioned to deliver above-average returns despite the current low yield environment.

Money Market Fund Return vs Benchmark

