

**FUND DETAILS**

Fund Previous Name	DV Balanced Fund
Domicile / Base Currency	Nigeria / Naira (NGN)
Fund Launch Date	26 <sup>th</sup> August 2014
Fund Conversion Date	6 <sup>th</sup> August 2019
Fiscal Year End	December
Fund Rating	Agusto & Co: A(f)
Risk Classification	Low Risk
Distribution Frequency	Quarterly
Benchmark	Weighted Average 91-day Treasury Bills
Minimum Initial Investment	₦5,000.00
Minimum Additional Investment	₦5,000.00
Management Fee	1.00%
Minimum Holding Period	30 days
NAV per Unit	₦ 1.00
Fund NAV	₦ 610,189,055.05
Fund Manager	Vetiva Fund Managers Limited
Trustees	STL Trustees Limited
Custodian	Citibank Nominees
Registrars	First Registrars

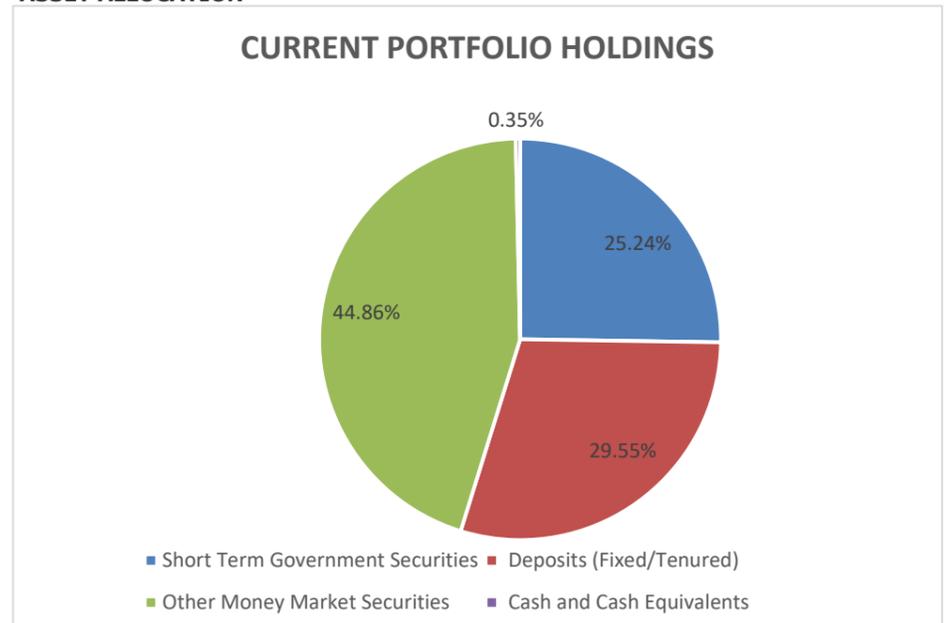
**MATURITY PROFILE OF ASSETS**

Tenor	Current Allocation
0-30 days	33.70%
31-60 days	8.00%
61- 90 days	35.48%
91 - 180 days	18.55%
181 - 365 days	4.27%

**REGISTRATION:**

The Vetiva Money Market Fund is authorised and registered with the Securities and Exchange Commission, Nigeria as a Collective Investment Scheme.

**YIELD MOVEMENT**

**ASSET ALLOCATION**

**CONTACT DETAILS:**

Address: 266b Kofo Abayomi Street, Victoria Island, Lagos, Nigeria  
 Tel: +234 (1) 453 0697; +234 (1) 279 7328  
 Website: [www.vetiva.com/funds](http://www.vetiva.com/funds)  
 Email: [funds@vetiva.com](mailto:funds@vetiva.com)  
[vmmf@vetiva.com](mailto:vmmf@vetiva.com)

The VMMF is an actively managed open-ended Fund that seeks to provide capital stability, liquidity, and diversification whilst providing a competitive return to fund investors. The Fund invests in a diversified portfolio of high yield and high-quality short-term money market instruments like Government Treasury Bills, Commercial Papers, Tenored Deposits, short-term instruments with eligible financial institutions, and other instrument introduced and approved by the Central Bank of Nigeria (CBN) from time to time.

**INVESTMENT OBJECTIVE**

The fundamental objective of the Fund is to preserve investors' capital whilst providing liquidity and maximising current income, in line with prevailing Nigerian Money Market yields, by investing in a diversified portfolio of money market instruments.

**INVESTMENT STRATEGY**

Selection of securities for the Fund is driven by a detailed investment policy focused on achieving consistent income streams through investing in a diversified portfolio of money market securities and investments specified in the Trust Deed. The Manager seeks to meet the Fund's objective by actively managing the portfolio based on the relative attractiveness of the money markets.

**BENEFITS OF THE FUND**

Investing in the Vetiva Money Market Fund gives you the following unique benefits:

- Liquidity and regular income streams.
- Capital Preservation and Safety.
- Competitive return compared to savings account returns.
- Diversification.
- Affordability and Accessibility.
- Professional Management.

**INVESTOR SUITABILITY**

The Fund is targeted toward prudent investors (retail, High Net-worth individuals and Institutions) with low-risk appetite looking to maximize interest income in short-tenured securities.

The Fund would be attractive to investors who desire a regular stream of income with minimal risk appetite.

**HOW TO INVEST IN THE FUND**

You can subscribe to the fund with as little as N5,000.00 and you can continue to make additional investments in the Fund. Deposits can be made by Cheque, paying into the below account, or using your Debit/Credit Cards.

Bank: Citibank Nigeria Ltd  
 Account Name: STL Trustees/Vetiva Money Market Fund  
 Account No: 0011892019

**MARKET COMMENTARY**
**REVIEW:**

For the fixed income space, the T-bills market opened the month on a relatively active note on the back of the robust system liquidity figures. As a result of the high system liquidity figures in May, the CBN conducted a total of three OMO auctions where they offered and sold N100bn across three tenors while maintaining marginal rates across the three tenors at 7.00%, 8.50% and 10.110% respectively.

At the last primary NTB market auction in May, the DMO sold a total of N173.48bn across the three usual tenors from an offer of N 153.02bn, as stop rates on the 91-day paper and 182-day paper and 364-day paper closed significantly higher by c.76bps, c.89bps and c.179bps respectively from the previous auction to close at 2.50%, 3.89% and 6.49%. The increase in marginal rates across the three tenors is attributable to the 150bps hike in MPR to 13.00% by the MPC. Month on Month, average secondary market levels improved by 25bps to close at 3.78%.

While the bonds market traded on a mixed note with an overall bearish tilt to open the month as investors continue to select juicy offers across board in anticipation of higher interest rates at the next bond primary market auction. At the Auction, the DMO sold a total of N345.26bn from an offer amount of N225.00bn across the 2025, 2032 and 2042 papers. Stop rate on the 2025 paper remained unchanged at 10.00%, the stop rate on the 2032 paper closed lower by c.5bps from the previous auction at 12.45% while 2042 maturity was allotted at 13.00%, c.10bps higher than the previous auction.

Post MPC meeting, we witnessed a significant rise in yields across board as investors reacted to MPC decision to hike Monetary policy rate by 150bps to 13.00% to combat rising inflation. Month on Month, average secondary market levels improved significantly by 42bps to close at 11.81%.

Comparing our portfolio holdings on a month-on-month basis, we saw a decline in the Money market securities Investments from 63.53% to 44.86% due to matured CP Investments in the portfolio, and an increase in fixed deposit placements from 10.21% to 29.55% to take advantage of yields offered by the banks.

**OUTLOOK:**

Supported by the 150bps hike in Monetary policy rate, we expect the bonds to trade on a bearish note in the Month of June with occasional buy-side interests fueled by changes in system liquidity. While we expect the current bearish sentiments in the T-bills market to be sustained in the month of June as investors continue to demand for higher returns at subsequent NTB auctions. With respect to our portfolio investments, we expect to see a rise in the rate of fixed income instruments on the back of the Monetary Policy Rate Hike which should in turn lead to a rebalancing of our portfolio investments to take advantage of the attractive yields which should in turn lead to an uptick in our money market yield in the coming month.



**DISCLAIMER:** Collective Investment Schemes are generally medium to long term investments. The value and performance quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment may fluctuate so that an investor's unitholding, when sold or redeemed, may be worth more or less than the original cost. Current performance may be lower or higher than the performance quoted. Current data may be obtained by calling +234 (1) 2797328 or by visiting [www.vetiva.com/funds](http://www.vetiva.com/funds). This document has been prepared for information purposes only and must not be treated as a recommendation, investment advice or a solicitation to invest in the Fund or in any other security. Under no circumstances shall this Document constitute an offer to sell or the solicitation of an offer to buy or shall there be any sale of these Fund's Units in any jurisdiction in which such offer, solicitation or sale would be unlawful. Neither Vetiva Fund Managers Limited nor any of its affiliates, officers or employees shall be liable to anyone for any losses arising in connection with the use of this document.