

FUND OBJECTIVE

The fund aims to provide high levels of income, with a low risk profile. It caters for the investment needs of the investor looking to preserve their capital and ensure liquidity in BWP. The fund is a capital preservation fund that invests in low risk assets with maturity periods of less than one year.

STRATEGY

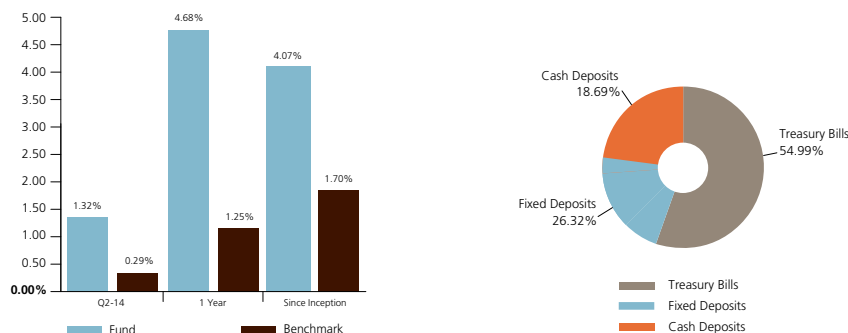
The Bifm Money Market fund invests in Call and Fixed deposits and Treasury Bills. We actively manage the portfolio, by seeking yield enhancing assets, without compromising the risk and maturity profile of the fund.

WHY CHOOSE THIS FUND?

This fund is suitable for investors who want high yields but need their funds to remain liquid.

PERFORMANCE

Effective Asset Allocation as of June 30th 2014



QUARTERLY COMMENTARY

There is some upward pressure on the money market rates though the Bank rate has remained unchanged since the beginning of the year. Both the Bank rates and commercial banks prime lending rate currently stand at 7.5 percent and 9 percent, respectively.

Government held a bond's auction on June 6 for settlement June 11, 2014. Except for the quantum, the menu on offer is similar to that of December 2013 and September 2013. The yields at the short and medium term fell, while on the BW011, the longest dated bond, saw its yield rise by 10 bps from its pre-auction market quote of 6.20%.

At the June 2014 auction, the stop-out yield for the 6-month T-Bill, which matures on 10 December 2014 was 3.22 percent (effective), while that of BW010 (3-year bond) was 4.55%. The stop-out yield for the BW008 (6-year bond) was 5.35% and that of the BW011 (17-year bond) was 6.30%. At 4.60 percent in June 2014, inflation is now well within the target range of 3 - 6 percent of the central bank. We expect the inflation outlook to be generally positive.

OUTLOOK AND STRATEGY

We have seen some upward pressures on the money market rates in 2Q2014, with commercial banks raising their deposit rates from the 28-day deposit onward. Factors driving the money markets are the monetary easing, the endemic excess liquidity that pervades the domestic economy. BIFM's strategy is therefore, to proactively seek yield enhancing instruments as well as to reduce the reinvestment risk associated with BoBC-linked fixed deposits. We maintain that accommodative monetary policy is expected largely in the domestic market in 2014. Already, the central bank maintained the key rate unchanged at 7.5 percent since the beginning of the year and loosened monetary policy by cutting the key rate by a cumulative 200 basis points starting from April 2013 to December 2013.

Collective Investment Undertakings (CIUs) are generally long-term investments. The value of units may go down as well as up and past performance is not necessarily a guide to future performance. Unit trusts are traded at ruling prices. Commissions and incentives may be paid and if so, would be included in the overall costs. Forward pricing is used. Different classes of units apply to these funds and are subject to different fees and charges. A schedule of fees and charges and maximum commissions is available on request from Bifm Unit Trusts (Pty) Limited. Unit trust prices are calculated on a net asset value basis, defined as the total market value of all assets in the unit trust fund including any income accruals and less any permissible deductions (which may without limitation include brokerage fees, VAT, bank charges, audit fees, trustee fees and the annual management fee) from the fund divided by the number of units in issue. Performance figures are based on lump sum investments with income distributions reinvested. The investment objective of the fund shall be compared with the investor's objective, before an investment decision is made by the investor. The Total Expense Ratio (TER) cannot be taken as an indication of fund performance. The current TER cannot be regarded as an indication of the future TER. The fund is managed to comply with the Collective Investment Undertakings Act Cap 56:09 (and shall be amended from time to time). Exposures in excess of the limits will be corrected immediately except where due to market value fluctuations or capital withdrawals in which case they will be corrected within a reasonable time period. Bifm Unit Trusts (Pty) Limited, Company Registration Number: CO2009/2597, is approved by the Non-Bank Financial Institutions Regulatory Authority as a Unit Trust Management Company. Bifm Units Trusts (Pty) Limited does not provide advice on investments, but does present clients with information on all Bifm Unit Trusts CIU funds. The fund prospectus may be acquired free of charge, from Bifm Unit Trusts (Pty) Ltd.

The price, which will apply to an instruction received on a Saturday/Sunday or public holiday will be that of the following Monday/trading day

QUICK FACTS

Risk Profile

Low	Low - Med	Med	Med-high	High
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Fund Information

Portfolio Manager:	Dr. Zoumana Kone
Launch Date:	April 2012
Minimum Investment:	P 5000 lump sum P 1000 debit order

Fees

Initial Fund Fee:	0.00%
Annual Management Fee:	1 %
Fees are shown excluding VAT	

Income Distribution

Income Distribution Dates: Monthly

Contact Details

Trustees and Custodians

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