

AIICO MONEY MARKEY FUND

JANUARY
2022

AIICO CAPITAL

OVERVIEW

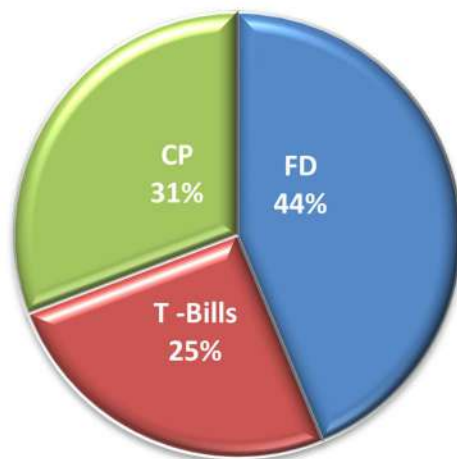
AIICO Money Market fund is an open-ended collective investment vehicles that pools investment monies from various individuals, Corporate organizations and High Net-worth Clients(HNC) for the purpose of investing in money market securities, designed to produce short to medium term growth, income or a combination of the two.

INVESTMENT OBJECTIVE

The investment objective of the Fund is to generate regular income for unit holders by investing in high-quality, liquid, and short tenored fixed income instruments whilst ensuring safety of principal.

ASSET ALLOCATION

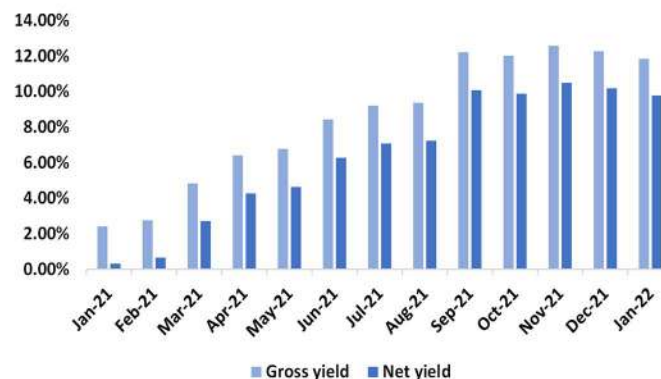
In seeking to achieve all of the fund's objective, and in-line with the SEC rules, the asset allocation of the fund is shown below:



FACT SHEET

AMMF	31-Dec	31-Jan
Gross Return	12.27%	11.84%
Net Return	10.18%	9.78%
Weighted Average Maturity	49.15	38.76
Rating	A	A
Minimum Entry	N10,000	N10,000
Minimum Holding Period	90Days	90Days
Benchmark	91 Day Tbill	91 Day Tbill
Benchmark Average Rate	2.49%	2.48%

FUND RETURNS



Important Disclaimers

This document has been issued and approved by AIICO Capital and is based on information from various sources that we believe are reliable. However, no representation is made that it is accurate or complete. While reasonable care has been taken in preparing this document, no responsibility or liability is accepted for errors or fact or for any opinion expressed herein. This document is for information purposes only. It does not constitute any offer or solicitation to any person to enter into any trading transaction.

FUND PERFORMANCE

In January, the AIICO Money Market Fund recorded a net yield of 9.78%, outperforming its benchmark's average rate of 2.48%. This comes off the back of investment in high yielding treasury bills and other short-term securities, with the 364-day paper closing at 5.399% for the month under review, from 4.90% the previous month. Weighted Average tenor of the assets in the fund closed at ca 38.76 days.

Interbank System liquidity averaged ca ₦122.96bn in January 2022, higher than ca ₦34.88bn recorded in December 2021, due to increased inflows from OMO maturities, bonds maturities and bonds coupon payments. As a result, Interbank rates closed higher for the month under review, as the Overnight Policy Rate (OPR) and Overnight (ON) rates closed at an average of 9.33% and 9.91% from 12.94% and 13.42% in December 2021.

During the month, the Primary Market Auction saw an increase in stop rate of the long-dated maturity. The 364-day paper gained ca 50bps from 4.90% to close at 5.399%. The 91-day and 182-day stop rates lost ca 1bp each to 2.48% and 3.33% from 2.49% and 3.45% respectively, in December 2021. In the same vein, unmet primary market demand filtered into the secondary market causing further decrease in yields in the secondary market.