

Sasfin A Money Market Product

January 2023

The Money Market Portfolio is a low risk money market fund that aims to deliver returns in excess of the STeFI consistently over time. The portfolio aims to exploit multiple sources of low risk excess returns within the money market and short term credit instrument arena. This portfolio is managed on a multi-manager basis. Each manager appointed to manage a portion of the portfolio has been selected on the basis of rigorous quantitative and qualitative analysis. The underlying managers are monitored and reviewed by Sasfin Asset Consulting on behalf of their clients.

The portfolio complies with Regulation 28 of the Pension Funds Act, 1956 as amended.

The portfolio is offered on a pooled and unitised basis on the Sygnia Life license.

ABOUT SYGNIA

Sygnia is a financial services group specialising in the design and management of customised multi-manager product solutions for institutional clients in South Africa and globally. Sygnia Life is a registered life assurance company within the group.

ABOUT SASFIN

Sasfin is a premier South African banking group, providing business banking, wealth management, capital, specialised services and treasury services. Sasfin Asset Consulting, a division of Sasfin, provides a comprehensive, independent and highly professional financial advisory service to institutional clients.

FEES

Investment Managers: Up to 0.19%
Platform: Up to 0.15%

The above fees exclude VAT, performance fees and fund expenses. The investment management fees consist of fees charged by the underlying investment managers and Sasfin Asset Managers. The indicative investment management fees are based on the respective strategic weightings of the underlying investment managers. The investment management fees will vary from time to time based on the actual manager weightings.

HISTORICAL PERFORMANCE

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	STeFI
2019	0.7%	0.6%	0.7%	0.5%	0.7%	0.7%	0.7%	0.7%	0.6%	0.6%	0.5%	0.6%	7.9%	7.3%
2020	0.7%	0.5%	0.7%	0.6%	0.5%	0.4%	0.4%	0.4%	0.4%	-0.4%	0.2%	0.4%	4.9%	5.4%
2021	0.3%	0.3%	0.3%	0.4%	0.3%	-0.5%	0.4%	0.3%	0.4%	0.3%	0.5%	0.5%	3.6%	3.8%
2022	0.4%	0.4%	0.5%	0.5%	0.4%	0.4%	0.5%	0.6%	0.4%	0.8%	0.6%	0.7%	6.4%	5.2%
2023	0.8%												0.8%	0.6%

FOR MORE INFORMATION CONTACT:

Contact: Sasfin Asset Managers FSP Number 21664
Tel: +27 (0)11 809 7592/ 7525
Fax: +27 (0) 86 720 1258
Email: sasfinassetmanagers@sasfin.com

PERFORMANCE SUMMARY

1 Year	3 Year	5 Year	Since Inception
6.7%	5.0%	6.2%	7.7%

PERFORMANCE COMMENTARY

Markets shot out of the starting blocks in 2023, with many equity markets posting double-digit returns for January. The International Monetary Fund lifted its global GDP forecast from 2.7% to 2.9% for 2023 following resilient US spending and China's reopening. US inflation continued to cool, bringing the Fed one step nearer to a downshift. European Central Bank officials suggested a possible softening of their monetary policy stance after the rate hike due in February, and followers of the Bank of Japan are on high alert for a new policy path with Governor Kuroda's departure around the corner.

The World Economic Forum's 53rd annual meeting was held at Davos 2023, where world leaders discussed the globe's most pressing challenges. Gloom and doom turned to cautious optimism as the year ahead began to look better than initially feared. Inflation and debt distress were among the key risks under discussion, accompanied by a diplomatic criticism of deglobalisation. China declared itself open for business, and AI (somewhat inspired by ChatGPT) replaced cloud spending as the new tech buzzword. Renewable energy advocates met with Big Oil executives to chart new investment pathways for sustainable energy after a banner year for fossil fuels.

Cautious optimism continues to underpin our outlook. Our baseline scenario sees most of the developed world in recession at some point in 2023. These forecast recessions are likely to be soft and, encouragingly, the headwinds across developed countries are unlikely to be synchronised, meaning the impact on our well-diversified balanced portfolios should be mild.

Emerging markets will likely continue reducing their reliance on the US in favour of greater integration with China, which is making a concerted effort to position itself as a key global partner and superpower. Emerging market GDP has already shown increasing sensitivity to China versus other developed markets. This trend is likely to continue as China, and EMs collectively, are expected to outperform in our base case.

Vast central bank indebtedness and stubborn inflation will likely cause headaches, which may see some divergence between rate policy and other monetary tools (slowdown in rate hikes but with sustained quantitative tightening), as well as a divergence between monetary and fiscal policy. We are certainly not out of the woods yet, and in the short term we are reducing our risk exposure after January's bull run. The FTSE/JSE CAPPED SWIX Index fell by 2.8%, Industrials were down 0.1% and Financials decreased by 5.1%. The JSE All Bond Index rose by 0.6%, while the rand depreciated by 0.1% relative to the US dollar.

PERFORMANCE

PERIOD	FUND	STeFI
1 month	0.8%	0.6%
3 month	2.1%	1.6%
6 month	4.0%	3.1%
Year to date	0.8%	0.6%
1 year	6.7%	5.4%
2 year	5.2%	4.6%
3 year	5.0%	4.8%
5 year	6.2%	5.8%
10 year	6.9%	6.1%
Since Inception (back dated)	7.7%	6.9%



Ninety One Money Market Portfolio - 0.0%
Prescient Yield QuantPlus B2 - 99.9%
Cash - 0.1%

Returns are gross of fees. Past investment returns are not indicative of future returns and the returns are not guaranteed.

FAIS Notice and Disclaimer:

The above portfolio is available under a policy of insurance issued by Sygnia Life Limited FSP No 2935. The asset mix and underlying asset managers are determined in consultation with Sasfin Asset Managers (Pty) Ltd FSP No 21664. This information is not advice as defined and contemplated in the Financial Advisory and Intermediary Services Act 37 of 2002. Whilst reasonable care was taken in ensuring that the information is accurate, Sygnia Life Limited and/or Sasfin Asset Managers do not warrant its accuracy, correctness or completeness and accept no liability in respect of any damages and/or loss suffered as a result of reliance on this information.