

# Sasfin A Money Market Product

April 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 utilised 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
<b>2019</b>	0.7%	0.6%	0.7%	0.5%	0.7%	0.7%	0.7%	0.7%	0.6%	0.6%	0.5%	0.6%	<b>7.9%</b>	<b>7.3%</b>
<b>2020</b>	0.7%	0.5%	0.7%	0.6%	0.5%	0.4%	0.4%	0.4%	0.4%	-0.4%	0.2%	0.4%	<b>4.9%</b>	<b>5.4%</b>
<b>2021</b>	0.3%	0.3%	0.3%	0.4%	0.3%	-0.5%	0.4%	0.3%	0.4%	0.3%	0.5%	0.5%	<b>3.6%</b>	<b>3.8%</b>
<b>2022</b>	0.4%	0.4%	0.5%	0.5%	0.4%	0.4%	0.5%	0.6%	0.4%	0.8%	0.6%	0.7%	<b>6.4%</b>	<b>5.2%</b>
<b>2023</b>	0.8%	0.5%	0.6%	0.2%									<b>2.2%</b>	<b>2.3%</b>

## FOR MORE INFORMATION CONTACT:

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## PERFORMANCE SUMMARY

1 Year	3 Year	5 Year	Since Inception
6.8%	4.9%	6.1%	7.7%

## PERFORMANCE COMMENTARY

April offered a quiet reprieve from the black swan events of March. Falling US inflation, China's reopening and the abating European energy crisis have led to a pick-up in economic activity, as confirmed by the JP Morgan Global Composite PMI, which has been on the uptrend year to date. However, the World Economic Outlook of the International Monetary Fund lowered its global growth fall to 2.8% in 2023, with advanced economies growing at a paltry 1.3%.

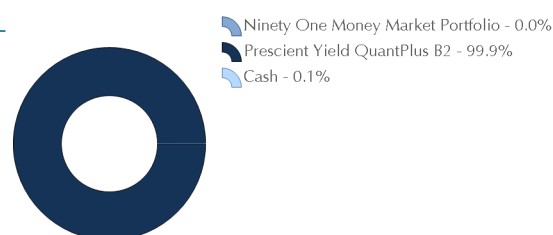
China has urged the US to assess the spill over effects of its economic policies, with the Chinese Ministry of Foreign Affairs describing them as the "biggest challenge to global financial stability". Weaker-than-expected tax collections in the US have brought forward the debt ceiling's so-called X-date to somewhere in July. Japan, the ultra-accommodative policy game's forgotten player, is still sitting on a \$3 trillion pile of cheap money; Governor Ueda has little choice but to unwind Kuroda's experiment and potentially set off a flow-reversal shockwave. South Africans are reeling, with the last nine rate hikes seeing consumers paying 35% more on their home loans since the rate hike cycle started in late 2021. Finally, in global energy markets OPEC cut its output target again, by 1 million barrels per day. While this led to a temporary bounce in the oil price, production is far above quota. This demonstrates that targeting a cut and enforcing a cut are two different things.

The long-term effects of Covid, aggressive monetary intervention and geo-fragmentation are expected to push global GDP potential to a three-decade low by 2030. The IMF has warned that the global five-year growth outlook is at its weakest since 1990 – not surprisingly, given that world debt is close to record highs. The IMF estimates that trade fragmentation in the wake of events like Brexit, the US-China trade war and the Russian invasion of Ukraine could make the global economy 7% smaller than it would otherwise have been. Geopolitical risk remains high and we continue to expect heightened volatility. In the short term, market focus will be on when the Fed is expected to stop hiking rates. On average, markets have rallied from this point in the past.

The FTSE/JSE CAPPED SWIX Index increased by 3.4%, Industrials were up 3.2% and Financials improved by 3.3%. The JSE All Bond Index declined by 1.1%, while the rand depreciated by 3.1% relative to the US dollar.

## PERFORMANCE

PERIOD	FUND	STeFI
1 month	0.2%	0.6%
3 month	1.4%	1.7%
6 month	3.5%	3.4%
Year to date	2.2%	2.3%
1 year	6.8%	6.2%
2 year	5.4%	5.1%
3 year	4.9%	4.8%
5 year	6.1%	5.8%
10 year	6.8%	6.2%
Since Inception (back dated)	7.7%	6.9%



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.