



Metropolitan Money Market Fund

March 2022

TAXED

Risk profile - Conservative

INVESTMENT STRATEGY

The investment fund is a low risk, domestic only, fixed income portfolio which aims to outperform the Short Term Fixed Interest (STeFI) Index before fees over year rolling periods. This portfolio is suited to investors with a low risk profile seeking a competitive yield without compromising on liquidity or capital invested.

MARKET INDEX RETURNS

| | 3 Months | 6 Months | 1 Year | 3 Years | 5 Years |
|-----------------------|----------|----------|--------|---------|---------|
| STeFI Composite Index | 1,03% | 2,02% | 3,94% | 5,23% | 6,08% |

INVESTMENT RETURN

| | 3 Months | YTD | 1 Year | 3 Years | 5 Years | Since Inception |
|---------------------|----------|-------|--------|---------|---------|-----------------|
| Money Market Fund | 1,23% | 1,23% | 4,59% | 5,94% | 6,94% | 7,56% |
| Strategic Benchmark | 1,03% | 1,03% | 3,94% | 5,23% | 6,08% | N/A |

QUARTERLY COMMENT

The SARB MPC continued with its gradual rate hiking cycle, hiking the repo rate by 25bp to 4.25% in March which was in line with market expectations. The last MPC meeting took place against a backdrop of heightened uncertainty about the direction of the oil price, global growth and inflation and a more aggressive frontloaded rate hiking trajectory by the Fed. We forecast the repo rate to lift by a total of 75bps in 2022 and this assumes increments of 25bps at three of the remaining meetings.

The fund continues to invest in short term fixed income instruments issued by banks, SA government and SA corporates. Its interest rate risk is currently around 90 days which allows the fund manager to re-invest at higher rates as the bank funding rates and yield curve reset.

For the quarter, the Fund performance exceeded benchmark.

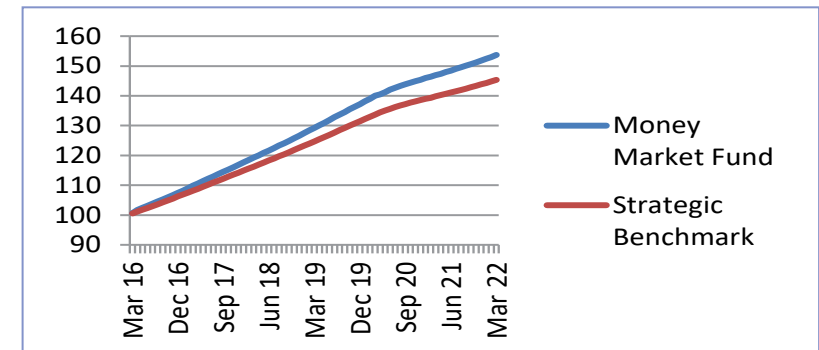
PORTFOLIO MANDATE

To achieve the desired investment outcome, the fund invests in domestic money market instruments with a term shorter than 13 months. A focus on diversification of credit risk, high liquidity and management of interest risk makes this fund an attractive alternative to traditional call accounts and fixed deposits.

ASSET ALLOCATION (Strategic benchmark)

| | |
|------------|---------|
| Local Cash | 100,00% |
|------------|---------|

CUMULATIVE RETURNS SINCE MARCH 2016



DISCLAIMERS

Returns illustrated above apply to lump sum investments and are gross of fees. Past performance is not necessarily a reliable indicator of future performance. Although reasonable steps have been taken to ensure the validity and accuracy of the information provided, Metropolitan does not accept any responsibility for any losses or damages arising from any reliance or actions taken on the basis of the information provided. An investment in the fund may not be suitable for all investors. Investors should obtain advice from their financial adviser before proceeding with an investment.