

Fund facts

Industry category	Domestic - Fixed Income - Money Market
Performance target	STeFI Composite Index
Inception date	2 May 1997
Fund size	R 71 billion
JSE code	ABMM
Fund manager	Rehana Rungasamy - BCom, SAIFM
Asset management company	Absa Asset Management (Pty) Ltd

Fund details

Minimum lump sum investment	R 100 000
Minimum monthly debit order	R 1 000
Income declaration	The last day of every month
Income distribution	The first day of the following month

Performance: total returns to 30 June 2011 (%)

Term	Absa Money Market Fund	Sector Average	Rank
Since inception	10.54	9.35	1/22
1 year	6.09	6.04	8/22
3 years	8.18	8.31	16/21
5 years	8.70	8.78	15/19

* Figures are annualised

Source: Morningstar

Monthly distributions (c.p.u)

31 July 2010	0.56
31 August 2010	0.56
30 September 2010	0.52
31 October 2010	0.53
30 November 2010	0.50
31 December 2010	0.49
31 January 2011	0.49
28 February 2011	0.43
31 March 2011	0.44
30 April 2011	0.45
31 May 2011	0.47
30 June 2011	0.44
Total	5.88

Major exposures (%)

Absa Bank	19.81
First National Bank	1.23
Firstrand Limited	2.74
Investec Bank	11.54
Nedbank	25.17
Rand Merchant Bank	2.47
Standard Bank	27.25

Fund objectives

This fund aims to deliver a higher level of income compared to fixed deposits and call deposits over the short to long term within stringent credit and liquidity parameters, while protecting the initial capital and providing immediate liquidity. The Fund achieves this by investing in high quality (of at least F1 rated) short-term money market instruments. The Fund has a maximum weighted term of 90 days.

Risk profile and advisable minimum term

Low	Low-Medium	Medium	Medium-High	High
X				
3 Months +	6 Months +	2 Years +	3 Years +	5 Years +
X				

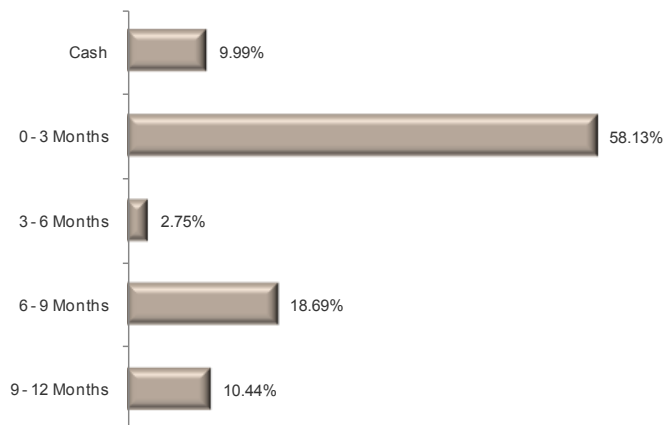
Fees and total expense ratio

Initial fees:	Absa Fund Managers: 0.16% (VAT incl.) Adviser: 0.24% (VAT incl.)
Annual management fee**:	0.57% (VAT incl.)
Total expense ratio:	0.58%

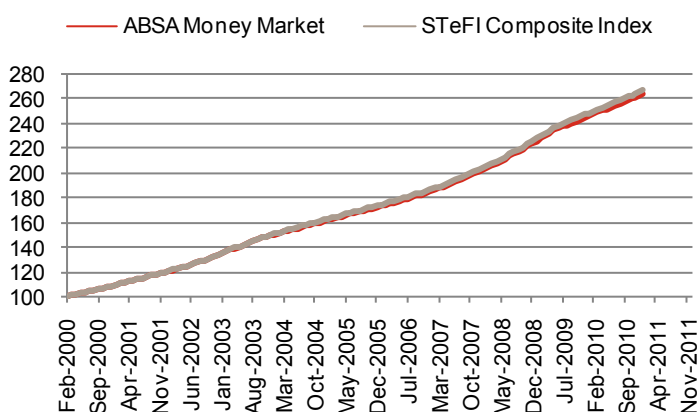
Nominal Yield

Average nominal yield for the month (annualised)	5.45%
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Duration analysis



Absa Money Market Fund vs Benchmark



Fund commentary

The approval of the Greek bailout package in June appeased the markets, and the Rand recovered some lost ground. The Rand rallied to 6.70 against the US Dollar on the back of the positive sentiment.

The upside risks to the inflation outlook however still remain. Consumer price inflation (CPI) accelerated more than expected to 4.60% in May from a previous 4.20% in April. Producer price inflation also increased from 6.60% to 6.90%.

The bond and money market yield curves continued to steepen to over the month. The spread between the R157 and R186 bond widened to 109 basis points from 98 basis points previously.

Money market rates also edged marginally higher over the month in anticipation of an interest rate hike at the beginning of next year.

The 1 NCD rate moved from 6.30% to 6.325%.

DISCLAIMER

The Absa Money Market Fund is a low risk fund. The maximum initial charge is 0.40% (incl. VAT) of consideration received and will include a maximum of 0.24% (incl. VAT) payable for commissions and incentives. An annual service charge of 0.57% (incl. VAT) will be calculated and accrued daily against the assets of the fund. **The annual management fee does not include the financial adviser's ongoing fee. This fund has a maximum weighted term to maturity of 90 days. The Absa Money Market Fund requires a minimum opening balance of R100 000. The price of each unit is aimed at a constant value (R1). The total return to the investor is primarily made up of interest received but, may also include any gain or loss made on any particular instrument. The effect will be an increase or decrease of the daily yield and in extreme circumstances there can be a reduction of the capital value of the fund. Past performance is not necessarily a guide to future performance. Income is distributed monthly and any income may be paid out into an account as nominated by the investor or be represented by additional units. All requests for transactions received on or before 16:00 every day will be traded at ruling prices and valued after 16:00 on that day. Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. The yield is calculated using an annualized seven day rolling average as at 30/06/2011. Figures quoted are from Morningstar. This product is not for sale to USA persons. The Total Expense Ratio (TER) is expressed as an annualised percentage of the charges, levies and fees incurred by the portfolio related to its management, for the period from 1 April 2010 to 31 March 2011 against the average NAV of the portfolio over this period. A higher TER does not necessarily imply a poor return, nor does a lower TER imply a good return. The current TER cannot be regarded as an indication of future TER's. Consult the Management Company for details. Absa Fund Managers is a member of the Association for Savings and Investment SA.

Contact details



Absa Fund Managers Limited

Reg no 1991/000881/06

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Trustees

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