

General Fund Information

Fund Structure	CIS
Region	Botswana
Currency	BWP
Asset Class	Money Market
Portfolio Manager	Nlume Modise Lorato Morule
Headline Fee	1.0%
Initial Fee	-
Distribution Frequency	Monthly
Launch Date	July 29, 2002
Minimum Lump Sum Investment	10000
Risk Rating	Low
Net Asset Value (NAV)	1.00
Assets Under Management (AUM)	528,823,267

Fund Objective

The primary objective of the Fund is to provide an attractive level of current income while preserving capital. The Fund may invest in Botswana domiciled money market instruments provided that at least 80% of the Fund is invested in securities with maturity of less than a year and that the weighted average term of the portfolio does not exceed 90 days. The Fund aims to outperform regular fixed deposits and call accounts over time.

Risk Rating



Gross Performance (%)

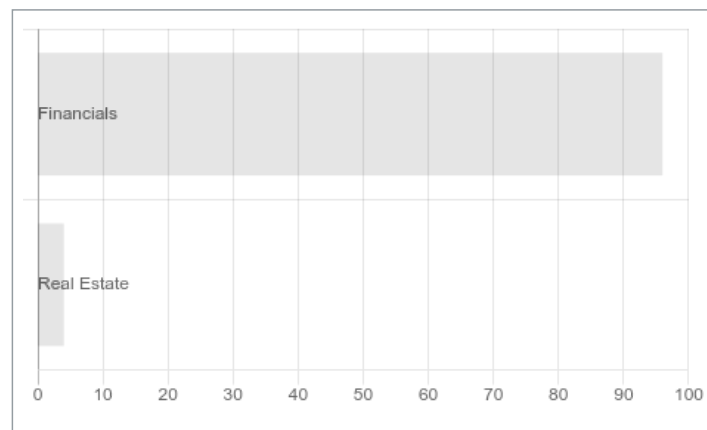
	1 Month	3 Months	6 Months	1 Year	2 Years*	3 Years*	5 Years*
Fund	0.41	1.23	2.46	4.91	4.61	4.74	4.34
Benchmark**	0.25	0.74	1.49	2.79	2.47	2.41	2.39
Value Add	0.16	0.49	0.97	2.12	2.15	2.34	1.95

*Annualised **BoB Bank Rate

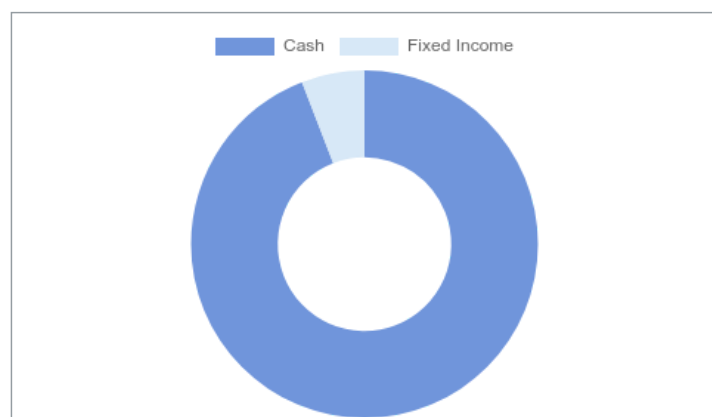
Issuer Exposure (%)

BancABC	18.9
Standard Chartered Botswana	18.1
Stanbic Bank Botswana	13.1
Barclays Bank Botswana	11.9
Letshego Holdings	9.4
Bank Gaborone	9.3
Bayport Botswana	6.6
Capital Bank	4.6
Botswana Building Society	4.0
Primetime Property Holdings	4.0

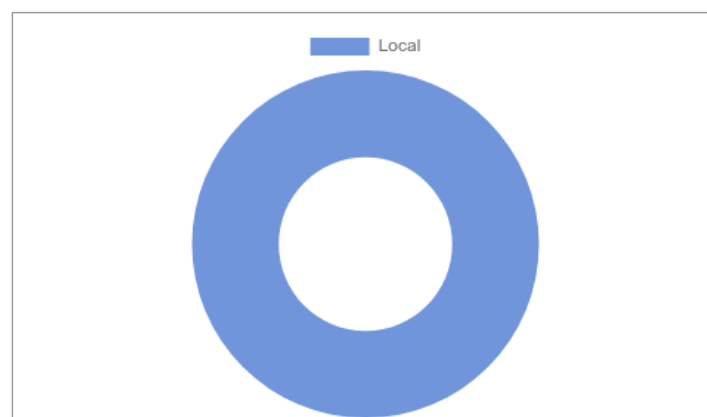
Sector Allocations (%)



Asset Class Breakdown (%)



Region Breakdown (%)



Portfolio Manager Commentary

The annual inflation rate hit 3.2% in March, up from 2.4% in February. The main drivers were the Housing, Food and Transport sub-indices. Retail pump prices for petrol and diesel were increased by 57 thebe and 52 thebe per litre respectively. Upside risks to the inflation print come from administered prices such as anticipated tariff increases on electricity and water, whilst weakened domestic demand continues to anchor inflation. At 3.2%, this is the first time in 24 months that the print has fallen within the Bank of Botswana's (BoB) target range of 3% to 6%. The Monetary Policy Committee (MPC) at the BoB convened and held the bank rate at 3.75%. The MPC projects inflation to breach the upper bound of their target in Q2 due to "supply-side factors."

In the debt space, Moody's downgraded Botswana's sovereign credit rating from A2 to A3, and changed the outlook from negative to stable. The agency pointed to Botswana's weakened fiscal position due to the COVID 19 pandemic. This has hampered the country's ability to withstand future shocks, which the agency says Botswana is more exposed to than its A-rated peers. On the positive side, the country still has low debt levels.

The domestic equity market had a positive month, with the DCI up 0.6% driven by gains in Letshego, SeedCo and BTCL, which added 15.9%, 13.6% and 7.1% respectively. The worst performers were Primetime, which fell 6.4% and Sechaba which lost 4.6%. NAP reported interim results with rental income down 2.8% from the comparative period. Profit after tax fell 21.2% due to negative fair value adjustments given the impact of COVID 19 on valuations. Investment property decreased 2.5% to BWP 1.46bn. Turnstar released full year results experiencing a 30.1% drop in profit after tax. Among the causes of the decline were a 4.4% drop in rental income, a BWP 12m charge for rental relief, a 3.5% increase in operating expenses, and unfavourable FX movements. The group continues to face vacancies in its commercial office space in Tanzania, but are seeing better performance in the retail space. Investment property value increased by 0.59% and fair value losses were driven mostly by losses in Tanzania, whilst the Botswana properties recorded gains.

Banc ABC announced the signing of a share purchase agreement between Atlas Mara, ABC Holdings and Access Bank Plc for the latter to acquire a 78.15% stake in Banc ABC Botswana. The Bank of Botswana has given conditional approval of the transaction. The deal is expected to be finalized by the end of Q2. Access Bank is a Nigerian bank with a presence in 12 countries on three continents, and over 40 million customers. The acquisition is expected to complement BancABC's retail strength with the wholesale capabilities of Access Bank.

The BoB held the fourth government bond auction with BWP 1.34bn raised out of BWP 1.83bn on offer. The most aggressive bids were for the 6-month T-Bill with a bid-to-cover ratio of 1.36x. Of the longer dated bonds, the most in demand was the 19-year which had a stop out yield of 6.70% and a bid-to-cover of 7.37x.

Disclaimer

Unit trusts are generally medium to long term investments. The value of units, and any income derived therefrom may go down as well as up and past performance is no indication of future growth. In certain circumstances the Manager may be required to suspend the redemption of units. All information and opinions provided are of a general nature and are not intended to address the circumstances of any particular individual or entity. We are not acting and do not purport to act in any way as an advisor or in a fiduciary capacity. No one should act upon such information or opinion without appropriate professional advice after a thorough examination of a particular situation. We endeavour to provide accurate and timely information but we make no representation or warranty, express or implied, with respect to the correctness, completeness of the information and opinions. We do not undertake to update, modify or amend the information on an accuracy or frequent basis or to advise any person if such information subsequently becomes inaccurate. Any representation or opinion is provided for information purposes only.