

EDC Ghana Balanced Fund

31 December, 2021

Fund Category | Balanced Fund

Summary

Fund Manager	Alelia Amy Asamoah
Inception Date	30th March 2009
Currency	Cedi
Unit Price (NAV per Unit)	GHS 0.8143
Fund Size	GHS 111.65 million
Minimum Initial Investment	GHS 20
Valuation Period	Daily
Subscription Fee	Nil
Redemption Fee	3% in first year of investment 2% in second year of investment None after second year of investment
Management Fee	2.5% p.a.

Top Holdings

Fixed Income	Equity
GOG/BOG 10 Year FRN – 12.58%	MTNGH – 5.47%
GOG/BOG 20 Year FRN – 7.42%	SCB – 4.95%
GOG/BOG 2 Year FRN – 6.16%	GCB – 3.29%

*FRN : Fixed Rate Note

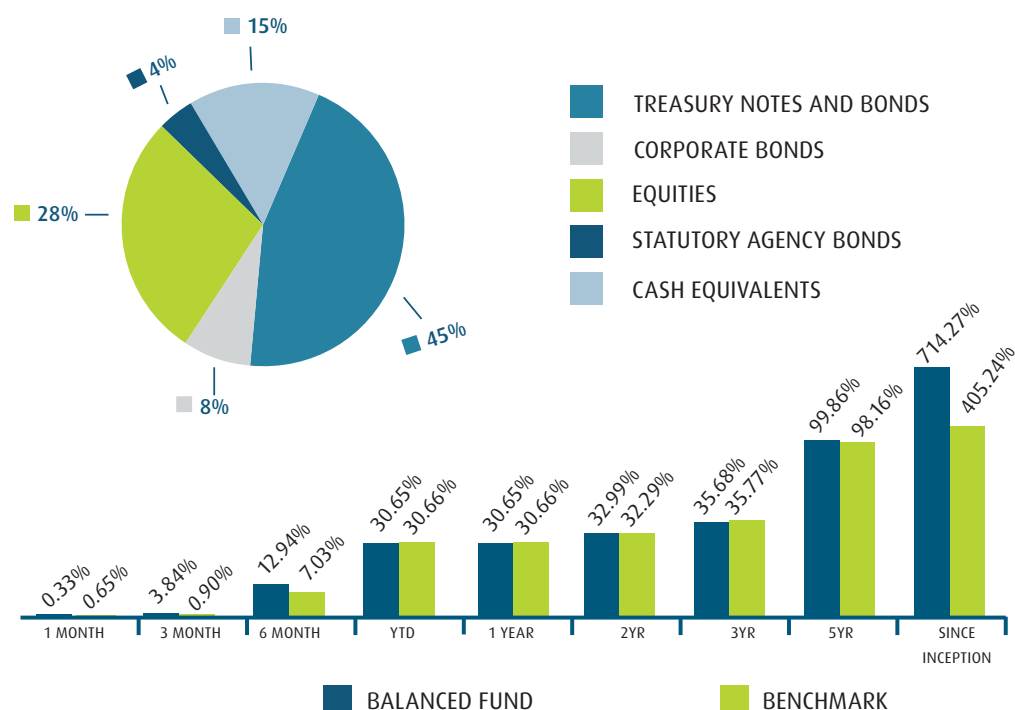
Investment Objective

The EDC Ghana Balanced Fund seeks to provide capital appreciation and current income. The fund management style has a growth bias and seeks to deliver superior risk adjusted returns and a consistent income stream over the medium term. The Fund's objective is to outperform its benchmark (50% Ghana Stock Exchange Composite Index + 50% Government of Ghana 364 Day Treasury Bill) net of fees while preserving investors wealth in the medium to long-term.

Strategy

The EDC Ghana Balanced Fund is a medium to long term investment vehicle and may be subjected to short term market volatility. However, over the long term, the fund seeks to outperform its benchmark. 50% of the Fund's net assets shall be invested in fixed income securities and the residual 50% in equities with a rebalancing range of +/- 20% for either asset class.

Asset Allocation / Fund Performance



Performance

The EDC Ghana Balanced Fund in response to improved equity market performance returned 30.65% for the year 2021, its highest return since 2018 and third highest return since the Fund's inception in 2009. Worthy to note, the fund also closed 2021 as the best performing Balanced Fund in Ghana.

Since inception, the fund has returned 714.27% to investors compared to a benchmark return of 405.24%.

This performance translates to a Compounded Annual Growth Rate (CAGR) of 18.0% outperforming a benchmark CAGR of 13.6%.

2013 remains the best performing year of the fund with an annual return of 45.3%. Though the EDC Ghana Balanced Fund has been affected by intermittent stock market decline over the years, it has been well positioned to benefit from the upside potential of the stock market.

Monthly Performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2015	0.0	1.2	2.0	2.2	2.7	1.1	-0.6	2.5	-0.3	1.6	0.8	1.6	15.9
2016	1.0	0.8	0.4	-0.7	-0.1	1.6	2.1	1.8	0.9	0.5	-0.7	2.3	10.4
2017	3.3	3.3	1.2	2.0	1.8	3.3	6.5	6.2	-2.0	2.4	1.7	1.6	35.7
2018	10.9	3.7	2.4	2.7	-4.1	-3.1	0.5	0.1	1.6	-3.1	-2.5	-0.1	8.6
2019	-0.5	0.9	0.8	-1.4	3.2	-0.9	-0.2	-0.5	-1.1	-1.7	-0.01	3.4	2.0
2020	-0.2	0.4	-0.6	-0.6	-2.4	-2.0	0.9	-1.3	2.5	0.4	0.1	4.9	1.8
2021	2.9	3.3	-0.1	5.7	-0.9	4.1	1.5	3.3	3.8	1.9	1.5	0.3	30.7

Performance %

	1 Month	3 Month	6 Month	YTD	1 Year	3 Year	5 Year	Since Inception
EDC Ghana Balanced Fund	0.33	3.84	12.94	30.65	30.65	35.68	99.86	714.27
*Benchmark	-0.65	0.90	7.03	30.66	30.66	35.77	98.16	405.24

*50% GSE Composite +50% 364 Day Treasury Bill

*Best Monthly Return: 10.9% (January 2018); Worst Monthly Return: -4.1% (May 2018)

Service Providers

Auditor – John Kay and Associates

Custodian – Republic Bank Ghana Ltd

EDC Investments Limited

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