

EDC Ghana Balanced Fund

30 September, 2020

Fund Category | Balanced

Summary

Fund Manager	Emmanuel Bossman Ampadu
Inception Date	30th March 2009
Currency	Cedi
Unit Price (NAV per Unit)	GHS 0.5914
Fund Size	GHS 48.55 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
10 Year ESLA Bond – 11.6%	MTNGH – 9.42%
GOG/BOG 10 Year FRN – 9.4%	SCB – 7.90%
5 Year Unsecured FRN – 8.8%	GCB – 5.34%

*FRN : Fixed Rate Note
*ESLA : Energy Sector Levy Act

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.

Monthly Performance (%)

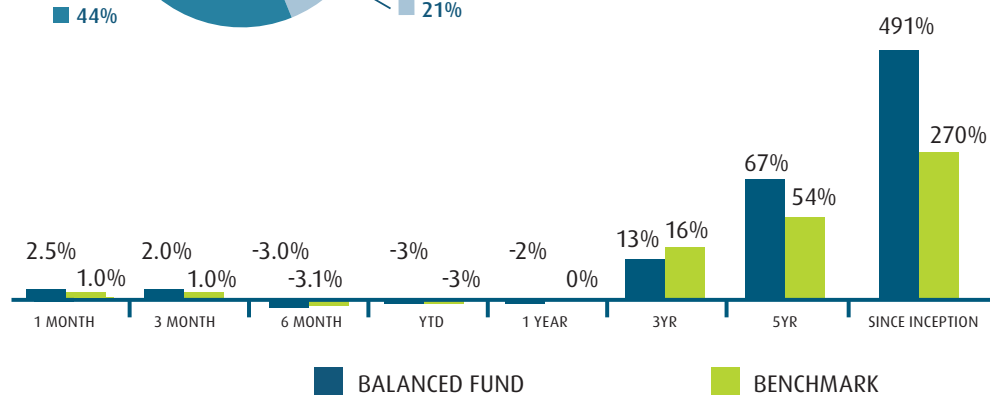
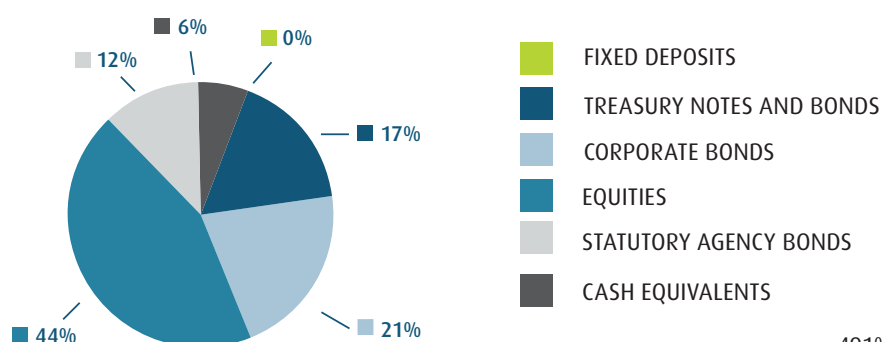
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2013	2.7	7.6	7.1	3.8	3.4	2.2	2.2	2.4	2.1	2.0	1.3	1.4	45.3
2014	2.8	3.4	1.2	-0.8	1.6	1.6	0.4	-0.1	1.8	1.6	1.6	1.9	18.1
2015	0.0	1.2	2.0	2.2	2.7	1.1	-0.6	2.5	-0.3	1.6	0.8	1.6	15.9
2016	1.0	0.8	0.4	-0.7	-0.1	1.6	2.1	1.8	0.9	0.5	-0.7	2.3	10.4
2017	3.3	3.3	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				-3.4

Performance %	1 Month	3 Month	6 Month	YTD	1 Year	3 Year	5 Year	Since Inception
EDC Ghana Balanced Fund	2.46	2.04	-3.04	-3.40	-1.58	13.23	66.75	491.44
*Benchmark	0.97	0.99	-3.15	-3.12	0.29	15.84	53.98	270.00

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

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

Asset Allocation / Fund Performance



Performance

The EDC Ghana Balanced Fund has recorded an inception to date return of 491%; this compares favourably to the benchmark return of 270%.

Since inception, the fund has registered a Compounded Annual Growth Rate (CAGR) of 17% outperforming a benchmark CAGR of 12%.

Returns for 2013 (45.3%) represented the best annual returns of the Fund since inception. The EDC Ghana Balanced Fund has been affected by consecutive years of stock market declines. However, the fund is positioned to benefit from the upside potential of the stock market.

Service Providers	Auditor – John Kay and Associates	Custodian – Republic Bank Ghana Ltd
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