Marriott Money Market Fund

31 January 2021

MARRIOTT
INCOME SPECIALISTS

This Minimum Disclosure Document (MDD) provides investors with key information that is intended to assist the investor in understanding the nature and risks of investing in this fund.

Fund Objective and Investment Approach

The Marriott Money Market Fund has its primary objective to maximise interest income while preserving capital and providing immediate liquidity through investments in high quality money market instruments denominated in South African Rands. The fund is a money market investment with competitive yields, low management fees and maximum security of capital. Although the mandate does not prescribe it, the portfolio is managed in conformity with prudential investment guidelines.

Fund Information

Registered Name	Marriott Money Market Fund
Fund Size	R 412,612,422.50
Current Effective Yield	3.34% (annual)
Distribution (Class A)	0.2998 cpu
Distribution (Class B)	0.2779 cpu
Price (NAV)	100.00 cpu

Key Features

Fund Classification (ASISA)	South African – Interest Bearing – Money Market
Inception Date	1 February 2008
Base Currency	ZAR
Minimum Initial Investment	R500
Minimum Additional Investment	R500
Minimum Debit Order	R300
Distribution Declaration	Last working day of each month
Distribution Payment Dates	First working day of the month
Instruction Cut-off	15h00 daily
Fund Valuation Frequency	15h00 daily

Fees (excluding VAT)

	Class A	Class B
Marriott Initial Fee	0 %	0 %
Marriott Annual Management Fee	0.25 %	0.5 %
Advisor Initial Fee (max)	0 %	0 %
Advisor Annual Fee (max)	0.5 %	0.5 %

TER/TC (including VAT)

	Class A	Class B
Total Expense Ratio	0.31 %	0.60 %
Transaction Costs	0.00 %	0.00 %

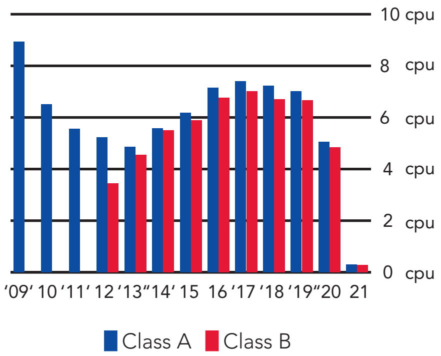
Risk Category Conservative

Low Medium High

This fund aims to provide a secure income stream with stability in capital. It also aims for modest growth on invested capital.

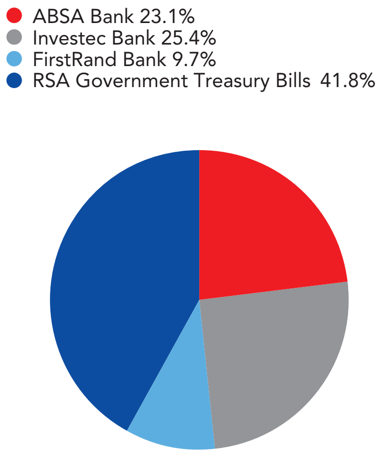
Distributions Since 2009

(Paid monthly in cents per unit)



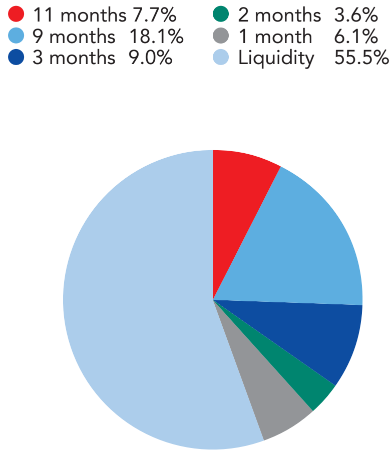
Source: **Marriott**

Credit Exposure



Source: **Marriott**

Maturity Profile



Source: **Marriott**

Who Should Invest?

Investors who are seeking:

- Capital preservation whilst not seeking long-term capital growth
- Their cash assets to be invested within the five major banking institutions
- An inexpensive, short term parking bay for surplus funds particularly in times of market volatility
- An investment, which in higher interest rate environments, will benefit soonest from higher call deposit rates
- A high degree of capital stability and who are strictly risk-averse.

Fund Limits and Constraints

The fund only invests in instruments with a maturity of less than one year and with a minimum national short-term rating of F1. It has a defensive asset allocation and the average maturity of the underlying assets will not exceed 90 days. Credit exposure to issuers is subject to local Collective Investment Scheme (Unit Trust) regulation.

Performance

Net of all fees and expenses as per the TER disclosure (including income)

Annualised (pa)	1 year	2 years	3 years	4 years	5 years	Since Inception (Feb 2008)	Volatility of Return Since Inception: Highest 12 Months	Volatility of Return Since Inception: Lowest 12 Months
Income Return	5.2%	6.2%	6.6%	6.9%	7.0%	6.9%	-	-
Total Return	5.2%	6.2%	6.6%	6.9%	7.0%	6.9%	12.2%	4.6%

Source: **Marriott**

For periods longer than 12 months annualised performance figures are used. An annualised performance figure represents the compounded average return in percentage terms earned by the fund over the given period of time.

Commentary

Inflation

The rate of consumer price inflation moderated further to 3.1% year on year in December, from 3.2% recorded in November. Lower transport costs and rental price inflation were the major drivers of this moderation in consumer price inflation. For the full year of 2020, consumer price inflation average 3.3%, which was the lowest inflation rate reading in 16 years. Looking ahead, the medium term inflation outlook is expected to remain subdued given a backdrop of price discounting emanating from weak domestic demand, an excess of supply of goods and services, low fuel costs and slowing wage growth.

Interest Rates

At its first meeting of 2021, the Monetary Policy Committee (MPC) of the South African Reserve Bank decided to keep the repo policy interest rate unchanged at 3.5%. Two members of the MPC favoured a 25bp cut, while three endorsed holding rates at the current level. Whilst inflation and economic growth forecasts where revised marginally higher, the committee noted that the slow economic recovery will help to keep inflation below the midpoint of their inflation target over the next two years. In its concluding remarks, MPC reiterated that the current accommodative monetary policy had eased financial conditions and improved the resilience of households and firms to the economic implications of COVID-19. Furthermore, the MPC emphasised that implementation of prudent macroeconomic policies and structural reforms were required as monetary policy on its own will not be able to improve the potential growth rate of the economy or reduce fiscal risks. Looking ahead, we anticipate inflation to remain contained within the central bank's target band of 3 - 6% and for economic growth in South Africa to remain weak. Given this backdrop, we anticipate monetary policy to remain accommodative over the short to medium term.

The fund is only invested in shorter dated SA government treasury bills and cash deposits issued by Standard Bank, ABSA, FNB, Investec and Nedbank, thereby ensuring the lowest possible risk for our investors.

Contact us: To find out more about this fund or to obtain free of charge additional information such as brochures, application forms, annual reports and other marketing material, please visit our website **www.marriott.co.za** or contact our Communication Centre on **0800 336 555**.

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Manager: Marriott Unit Trust Management Company (RF)(Pty) Ltd.

Asset Manager: Marriott Asset Management (Pty) Ltd, a licenced financial services provider, FSP 592

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