

Mutual Cash Fund (MCTDF)

Fund Report | 28 February 2025



Mutual Limited

Performance

| | 3 Mth | 6 Mth | 1 Yr | 3 Yr * | 5 Yr * | Incep. * |
|-------------------------|-------|-------|------|--------|--------|----------|
| Fund Net Return | 1.14 | 2.31 | 4.66 | 3.59 | 2.25 | 2.43 |
| AusBond Bank Bill Index | 1.10 | 2.21 | 4.48 | 3.44 | 2.10 | 2.32 |
| Relative Performance | 0.04 | 0.10 | 0.18 | 0.15 | 0.15 | 0.11 |

*Returns greater than 1 year are per annum

Gross Running Yield

4.64%

Risk Profile



Low

Key Facts

Fund Objective

To source and actively manage a portfolio of the best term deposits offered by the Big 4 major Australian banks with small cash holdings to provide fund liquidity, targeting capital security for investors and net returns that outperform the Bloomberg AusBond Bank Bill Index and cash alternatives.

Benchmark Index

AusBond Bank Bill Index

Inception Date

September 2011

APIR/ISIN

PRM0010AU/AU60PRM00103

Distribution

Quarterly

Buy/Sell Spread

Nil / Nil

Minimum Investment

\$20,000 (\$1 via IDPS)

Min. Allocation to Big 4 Banks

100%

Ratings

Zenith Recommended

Lonsec Recommended

Portfolio Statistics

Liquidity Up to 5 days

Yield 4.64%

Duration 59 days

Authorised Investments

Big 4 Banks 100%

Current Portfolio Diversification

No. of Counterparties 4

No. of Deposits 37

Fund size \$743.31m

Monthly Commentary

MCTDF returned 0.34% (net) in February.

The RBA met market expectation in February and cut the cash rate by -0.25bps. It was widely considered a hawkish cut, with the RBA Governor urging caution around future rate cut expectations. With the first cut now out of the way, market economists and trading desks quickly turned their attention to when the next cut will come, and how many will there be in this cycle. On the latter question, consensus is for 3 cuts in 2025. Some voices are looking for back to back cuts, with the next meeting outcome to be announced on 1 April. This will be the first decision under the new rate setting board and likely in the middle of the Federal election campaign, so we think highly improbable.

The portfolio has 59 days duration in it which will delay the reflection of lower BBSW in the running yield. We have seen term deposit pricing adjust for the drop in the cash rate, however offsetting this we are seeing a few early signs of increased deposit competition between the banks, supporting fund returns.

Platform Availability

AMP, Asgard, BT Panorama, Centric, CFS, Dash, Expand, Hub24, Insignia, Macquarie, Mason Stevens, Netwealth, Powerwrap, Praemium



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