# Unit Trusts June 2026

## HIGHLIGHTS: - June Funds' Performance



Key: MoM – Month on Month   YOY – Year on Year   YTD – Year to Date

| | | | | | |
|---|---|---|---|---|---|
| | | | | | **Inflation** |
| **Money Market Fund (USD):**<br>Ave Yield: 12.2227% p.a.<br>YTD: 6.20% | **Money Market Fund (ZWG)**<br>Ave Yield: 16.7141% p.a.<br>YTD: 8.19% | **Gold Fund**<br>MoM: -9.40%<br>YTD: -8.43% | **Equity Fund**<br>MoM: 6.65%<br>YTD: 57.34% | **Property Fund**<br>Q1'26: -4.92%<br>YTD: - 4.92% | MOM / YOY / YTD<br>USD: -0.29% / 3.76% / 0.26%<br>ZWG: 0.04% / 4.72% / -2.38% |

### Money Market

Money supply remained tight despite the central bank reducing the local currency Bank Policy Rate from 35% to 30% per annum. This was because reserve requirements for banks were not reduced, remaining at 15% for savings and time deposits and 30% for current deposits across all US$ and ZWG accounts. The central bank also operationalized a ZWG term deposit facility to help manage money in the market. As a result, interest rates remained relatively high during the month. However, the lower policy rate suggests that authorities want borrowing costs and market interest rates to gradually come down.

The US$ and ZWG portfolios returned 1.00% and 1.37% respectively during the month under review, compared to 1.04% and 1.39% in the prior month. Relatively soft inflation supported real returns as US$ and ZWG consumer inflation closed the month under review at 0.06% and 0.6%, respectively.

### Gold Fund

Gold prices were volatile during the month under review and ended lower than their earlier peak. This was due to the US dollar remaining strong as investors expected US interest rates to stay high for longer, making gold less attractive. As a result, the Gold Fund recorded a loss of 9.4% compared to a gain of 2.67% in the previous month.

However, ongoing global uncertainty and continued buying by central banks are expected to support gold prices going forward.

### Equities

The OMUT Equity Fund delivered a robust 6.65% return in June 2026, lifting year-to-date performance to 57.34% and comfortably outpacing the VFEX All Share Index, which gained 3.67% over the same period. This outperformance was driven primarily by a broad-based rebound across the Fund's VFEX-listed holdings particularly the more liquid, actively traded counters. The Fund's diversified exposure across the ZSE, VFEX and Finsec markets strengthens risk management while broadening its opportunity. VFEX positions anchor hard-currency earnings stability, ZSE holdings capture domestic growth potential, and exposure adds income and defensive balance.

The Fund maintains a disciplined, research-driven strategy, actively managing liquidity and concentration risk to deliver strong risk-adjusted returns and long-term capital growth.

### Property Fund as at 31 March 2026

The Property Fund recorded a negative return of 4.92% for the quarter ended 31 March 2026, primarily due to exchange translation losses. The next valuation point is 20 July 2026. Occupancy levels remained steady, while rental collections improved from 84% to 85%, broadly in line with the market average. Management remains focused on timely rental collections amid economic liquidity constraints. Despite the negative growth in the quarter, property remains a reliable option for preserving value over the long term.

Diversification remains key for income growth and capital appreciation in the long term.

**NB: The performance noted above is historical. Past performance is no indication of future growth. It is important to be prepared for some short-term fluctuations as your investment moves in line with the market.**