

EDEN PARK MONEY MARKET MANAGED PORTFOLIO SERVICE

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INVESTMENT MANAGEMENT

In partnership with

RAYMOND JAMES

Getting better returns on your cash savings

In periods of market volatility and geopolitical uncertainty, cash savings accounts are attractive to investors. The best rates on offer are typically from fixed term deposits with underlying banks, often resulting in a commitment to locking your money up for a period of time. This could be anything from three months to a year and these types of accounts have not typically been available from online platforms.

The Eden Park Investment Management Money Market Managed Portfolio Service (EPIM MM MPS) addresses this challenge by providing a cash-like portfolio invested in high quality institutional money market funds at competitive rates, with high levels of diversification and strong credit quality controls.

How does the EPIM MM MPS work?

The EPIM MM MPS invests in a range of low volatility net asset value (LVNAV) funds from members of the Institutional Money Market Fund Association, and which have a minimum AUM of £5billion.

The price of an LVNAV fund does not move up and down a lot which means they are lower risk investments. By investing in these assets, we can be confident that the funds we are choosing to add minimal risk to the portfolio. These funds are used by institutional investors for liquidity purposes and are therefore designed to meet daily redemption requests.

Your portfolio receives daily interest from the underlying funds which accumulates within the portfolio and is reinvested at the end of the month. The model is available on the Hubwise platform and accessed in the same way as our Cabot and Brunel ranges.

You can request a withdrawal at any time ensuring that you are able to capture market opportunities by moving into other asset classes or to meet your withdrawal requirements.

There is no minimum holdings requirement, and no exit fees.

Our investment approach

We believe that money market funds should be regarded as cash-like investments. We ensure that if you are investing in a cash or cash-like product using such funds, it is clear and transparent.

Funds often include bonds in their portfolio to boost returns, but these can introduce credit and duration risk, so we are careful that our holdings invest in the appropriate instruments to maintain their cash-like characteristics.

The institutional money market funds that we use in our EPIM MM MPS are tightly controlled with strict guidelines on what they are able to invest in from the instrument, credit quality, and time to maturity.

Credit quality

Credit quality – the ability of the underlying to repay capital and/or interest is managed with strict rules to make sure the underlying funds are able to meet sale instructions so investors can get their money out during tough market environments. These are monitored by European Securities and Markets Authority (ESMA) post the introduction of new regulation introduced in 2019.

IMMFA members also commit to higher standards and additional controls, further enhancing your security. They have strict guidelines for how quickly assets can be exchanged for cash to ensure that large percentages of a fund's assets are available in the short term to meet the investor's needs.

How are money market funds different to a bank deposit?

A term/notice bank deposit is a fixed term investment, locking up the assets for a given period of time, often months but typically shorter than 12 months. There is no easy access ("liquidity") in this investment, with typically high costs if you want to break the contract even where that is made possible. The credit risk is also a singular exposure to the underlying bank. Typically, clients are having to lock up assets for six to nine months to achieve what are seen to be 'market rates' of interest.

A LVNAV fund, by contrast, has same day liquidity, ensuring the prompt return of assets and has diversified credit risk across a number of different underlying investments. The rates offered by money market funds are also often more attractive than the average term deposit.

At a glance: 4 key features

No minimums

Daily interest

Access the current institutionally available money market rates

Able to withdraw money easily





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The value of your investments, and any income derived from them, can fall as well as rise and investors may not get back the original amount invested. Past performance is not a reliable guide to the future.

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