

# Davy Funds Plc

## IQ EQ Cash Fund (CLASS "B" UNITS)

### INVESTMENT OBJECTIVE

The objective of the IQ EQ Cash Fund ('the Fund') is to provide Money Market related returns.

### INVESTMENT STRATEGY

The objective of the Fund will be achieved by investing in high-quality Money Market instruments which shall be of at least investment grade rating, and in bank deposits with authorised credit institutions.

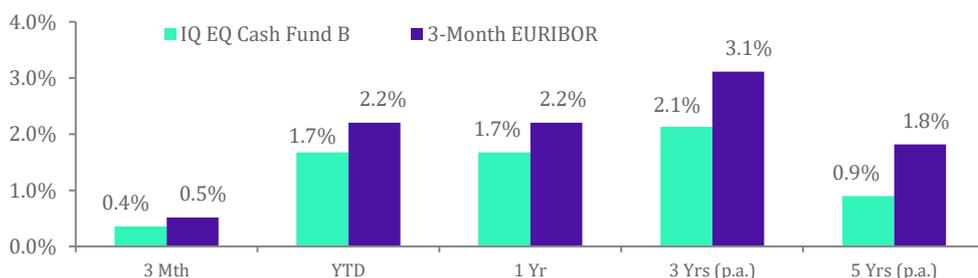
### Q4 2025 MARKET REVIEW

The gross running yield on the Cash fund at the end of fourth quarter 2025 was 1.79% as the ECB continue to monitor inflation, the impact of European infrastructure spending and global geo-political tension to the current cycle of monetary policy. The Fund Management team continue to maintain ca. 30% of the fund in short term liquidity & short-dated government bonds, blended with deposits termed out for different maturities out to a maximum of one year.

The ECB kept interest rates unchanged for the fourth consecutive time at 2%, as expected in December. ECB President Lagarde believes the move reconfirms that the ECB are in a good place which does not mean that central bank officials are static, adding that 'inflation should decline in the near term mostly because past energy price rises will drop out of the annual rates but should then return to target in 2028, amid a strong rise in energy inflation'. Lagarde expects inflation in Europe to stay around the official 2% target in the coming months, adding that risks to the outlook continue to be two-sided while uncertainty remains higher than usual owing to volatile global trade policies. Elsewhere the Bank of England ("BoE") eased monetary policy to the lowest level since February 2023, cutting interest rate to 3.75% by a 5-4 vote. BoE officials indicated that future policy decisions will be a 'closer call', with Governor Bailey adding that 'we still think rates are on a gradual path downward but with every cut we make, how much further we go becomes a closer call'.

ECB Governing Council Member de Galhau spoke of a strong euro and cheaper imports from China as positive for inflation, while warning of upside risks such as supply chain fragmentation and high government spending in Germany. The Governor of the Bank of France also believes that 'the downside risks on the inflation outlook remain at least as significant as the upside risks' and that the ECB should not tolerate a lasting undershooting of their inflation target. Meanwhile German October factor orders rose 1.5% versus 0.30% expected, with the transport sector of the large-scale orders posting an 87% jump, with the transport category includes aircraft, ships, trains and military vehicles.

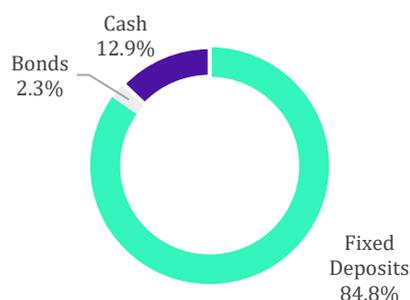
### INVESTMENT PERFORMANCE



Source: Northern Trust, Bloomberg  
Single Pricing, Net of Fees, Income Reinvested, Performance in Euro

	2025	2024	2023	2022	2021
IQ EQ Cash Fund B	1.7%	2.9%	1.9%	-0.8%	-1.1%
3-month Euribor	2.2%	3.6%	3.5%	0.3%	-0.5%

### ASSET ALLOCATION (% Fund)



### PORTFOLIO HOLDINGS

The Fund is invested in deposits with a range of financial institutions. These include:

Bank of Montreal Ireland  
Barclays  
DZ Bank  
Goldman Sachs  
Natixis  
Northern Trust  
RBC  
Sumitomo

### ABOUT THE FUND

**Base Currency:**

Euro

**Fund Size (EUR):**

21.8m

**No. of Counterparties:**

8

**Investment Manager:**

IQ EQ Fund Management (Ireland) Limited

**Type of Unit:**

Accumulation

**Valuation Point:**

Close of business in the relevant market where assets are listed.

**Order Cut-Off Point:**

10.00 a.m. (Irish time) on the Business Day immediately preceding the relevant Dealing Day.

**Share Classes**

A, B, C

**Ongoing Charges**

0.69%, 0.69%, 0.61%

**Structure:**

UCITS\*

\* On 18 December 2015, the assets of the Prescient Select Cash Fund, a sub-fund of the Prescient Select Portfolio (non-UCITS) were transferred to a new sub-fund of Davy Funds plc (UCITS), the Davy Cash Fund. The same Strategy applied to both sub-funds.

On 01 May 2024, the Fund name was changed from Davy Cash Fund to IQ EQ Cash Fund.

**Lipper ID:**

65090636

**ISIN:**

IE00BYXJLS61

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**Warning: Past performance may not be a reliable guide to future performance. The value of your investment may go down as well as up. If you invest in this product, you may lose some or all of the money you invest. An investment in the Fund should be regarded as long-term. This product may be affected by changes in currency exchange rates. This is a marketing communication. This is not a contractually binding document. Please refer to the prospectus and to the KIID of the Fund and do not base any final investment decision on this communication alone. The Fund is actively managed.**

SFDR disclosures and fund documentation can be found on our website at: <https://iqeq.com/davy-funds-plc/>

Our Summary of Investor Rights can be found on our website at:  
<https://iqeq.com/wp-content/uploads/2024/12/November-2024-Update-IQ-EQ-Summary-of-Investor-Rights.pdf>