

2019

CIC UNIT TRUST SCHEME
**ANNUAL
REPORT &
ACCOUNTS**

OUR PHILOSOPHIES

1

OUR PURPOSE (MISSION)

Enable people achieve
Financial security

WHO WE ARE

CIC Insurance Group is a leading Cooperative Insurer in Africa, providing insurance and related financial services in Kenya, Uganda, South Sudan and Malawi. The Group offers a wide range of products.

2

OUR VISION

To be a world class
provider of insurance
and other financial
services

3

OUR VALUES

Integrity

- Be fair and transparent

Dynamism

- Be passionate and innovative

Performance

- Be efficient and results driven

Cooperation

- Live the cooperative spirit

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CORPORATE INFORMATION

FUND MANAGER:	CIC Asset Management Limited
CHAIRMAN:	John Mbitu
MANAGING DIRECTOR:	Stanley M. Mutua
TRUSTEE:	KCB Bank Kenya Ltd KCB Towers, 7 th Floor, Junction of Kenya Road & Hospital Road, Upperhill P.O. Box 30664 – 00100, Nairobi, Kenya.
CUSTODIAN:	Co-operative Bank of Kenya Ltd CIC Plaza II, 3rd Floor, Mara Road, P.O. Box 48231 – 00100, Nairobi, Kenya.
AUDITORS:	Ernst & Young LLP Certified Public Accountants, Kenya Re-Towers, Upper Hill P.O. Box 44286- 00100, Nairobi, Kenya.
ADDRESS:	CIC Plaza II, 8 th Floor, Upperhill, P.O. Box 59485 – 00200, Nairobi, Kenya. Telephone: (020) 2823000 Email: cic@cic.co.ke Website: www.cic.co.ke

CIC UNIT TRUST SCHEME ABRIDGED REPORT TO UNIT HOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2019

REPORT OF THE TRUSTEE

The Trustee has the pleasure of submitting the funds report together with the audited financial statements for the year ended 31 December 2019.

ESTABLISHMENT, NATURE AND STATUS OF THE FUNDS

The scheme was established, and is governed by a Trust Deed dated 6 January 2011 as a CIC unit trust scheme. The Scheme is registered with the Kenyan Capital Markets Authority and approved under the Income Tax Act. The Scheme is tax exempt and only withholds tax on interest distributed to unit holders on monthly basis.

The primary objective of the funds is to seek capital growth and income consistent with moderate investment risk from a wide range of securities thereby allowing access to diverse investment assets and returns. They ultimately aim to mobilize savings and allow access to investment assets and returns otherwise restricted to persons with access to large amounts of capital.

The funds are in unit trusts and the interest of the individual members are determined by the value of their units. They are administered by the Trustee who is responsible for their affairs.

The funds are approved collective investment schemes within the meaning of the Capital Markets Act; and the holders are not liable for the debts of the fund.

INVESTMENT

Under the terms of their appointment, CIC Asset Management Limited is responsible for the investment of funds. The overall responsibility for investment and performance lies with the Trustee.

MEMBERSHIP

As at 31 December 2019:

- CIC Money Market fund had 24,302 unit holders (2018: 18,191 unit holders)
- CIC Fixed Income fund had 115 unit holders (2018: 166 unit holders)
- CIC Balanced fund had 330 unit holders (2018: 467 unit holders)
- CIC Equity fund had 768 unit holders (2018: 1,063 unit holders)
- CIC Wealth Management fund had 8 unit holders (2018: Nil).

CIC UNIT TRUST SCHEME *(Continued)*
ABRIDGED REPORT TO UNIT HOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2019

FUND ADVISORS

The names and addresses of the Fund Manager, Trustee, Custodian and Auditor are as shown on page 2.

AUDITORS

Ernst & Young LLP who were the auditors of the fund during the year have completed their term according to the CIS regulations.

SIGNED ON BEHALF OF THE TRUSTEE

For: KCB BANK KENYA LTD.


.....
CORPORATE TRUSTEE

31 March 2020

For: KCB BANK KENYA LTD.


.....
CORPORATE TRUSTEE

CIC UNIT TRUST SCHEME STATEMENT OF TRUSTEE'S RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2019

The Capital Markets Act requires the Trustee to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the scheme as at the end of the year and of the results of its operations. It also requires the Trustee to ensure that the fund manager keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the scheme. The Trustee is also responsible for safeguarding the assets of the scheme.

The Trustee accepts responsibility for the annual financial statements, which have been prepared using appropriate accounting policies in conformity with International Financial Reporting Standards and the requirements of the Capital Markets Act. The Trustee is of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Scheme and of its operating results. The Trustee further accepts responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

DECLARATION STATEMENT

- The CIC Unit Trust Scheme is an approved Unit Trust within the meaning of the Kenyan Capital Markets Act;
- The CIC Unit Trust Scheme is an umbrella fund comprising of five sub funds
- The unit-holders are not liable for the debts of the Unit Trust;
- The CIC Money Market fund is a fund investing mainly in short term interest bearing financial instruments including debt instruments issued by the government of Kenya.
- The CIC Balanced Fund is a fund investing mainly in the Nairobi Securities Exchange and government securities in Kenya
- The CIC Equity Fund is a securities fund investing mainly in equities listed on the Nairobi Securities Exchange
- The CIC Fixed Income Fund is a bond fund investing mainly in interest bearing financial instruments including debt instruments issued by the government of Kenya
- The CIC Wealth Management Fund is a bond fund investing mainly in interest bearing financial instruments

Nothing has come to the attention of the trustee to indicate that the fund will not remain a going concern for at least the next twelve months from the date of this statement.

By order of the trustee

For: KCB BANK KENYA LTD.

.....
CORPORATE TRUSTEE

Kenya Commercial Bank Limited
31 March 2020

For: KCB BANK KENYA LTD.

.....
CORPORATE TRUSTEE

FROM THE CHAIMAN'S DESK

"We are focused on driving profitable growth through customer focus and tailoring our services to ensure excellent customer service and responsiveness."

It is my pleasure to present the annual report and financial statements of CIC Unit Trust Scheme, for the year ended 31st December 2019. Generally, the global and domestic economy witnessed mixed performances in 2019 on account of diverse challenges. CIC Asset Management had a successful and rewarding year. We continue to reshape the business to address the fundamental changes taking place in the market.

GLOBAL ENVIRONMENT

Global economic growth came in at 3.0% in 2019 as per data from the International Monetary Fund (IMF), significantly lower than the 3.6% recorded in 2018.

This performance was mainly driven by increased policy uncertainty across major economies amidst trade tensions such as the ongoing US – China Trade War, which has weakened business sentiments, hence causing a reduction in industrial output.

KENYAN ENVIRONMENT

It is estimated that GDP growth was 5.6% in 2019, a decline from 6.3% recorded in 2018. There was suppressed growth across most sectors; agricultural activities decelerated due to drier weather conditions thus lower food output, which also dampened agro-processing.

Inflation remained well anchored despite rising to average 5.2% in 2019 from 4.7% in 2018; largely on slightly higher food prices. Transport costs temporarily rose in the fourth quarter of 2019 due to a hike in public transport fares during the festive season.

The base lending rate by the Central Bank of Kenya was lowered to 8.5% in November 2019 as they monitored the interest rate environment especially in view of the low private sector credit growth.

The equities market exhibited mixed performance with the NASI gaining 18.5% and NSE-20 losing 6.33% in 2019. This was mainly attributable to foreign investor outflows that hit frontier markets due to weaker earnings growth amid elevated public debt sustainability concerns. Towards the end of 2019, investors' tone changed after the repeal of the rate cap law and they gradually bid up stocks; particularly the banks.

BUSINESS GROWTH

Our priority still remains growing the business while delivering value to shareholders for their investment. We continue to revamp and introduce new products and are committed to leveraging on technology to effectively serve and add value to our customers.

UNIT HOLDERS FUNDS IN CIC TRUST FUNDS

Fund	2019 KSHS	2018 KSHS	AUM CHANGE (%)
CIC Money Market Fund	28,879,761,544	19,756,675,715	46%
CIC Equity Fund	236,783,703	225,566,801	5%
CIC Balanced Fund	276,317,786	252,048,385	10%
CIC Fixed Income Fund	43,402,329	36,557,111	19%
CIC Wealth Management Fund	76,836,828	-	100%
Total	29,513,102,190	20,270,848,012	46%

We have endeavored to make unit trust funds easily reached to all through embraced technology through CIC app via mobile phone and expanding our network of branches.

GOING FORWARD

Going We are very optimistic that the business will grow despite the challenging macro and micro environment. We have put in place a robust strategy and team to drive future growth.

We will remain centered on driving profitable growth through customer focus, and tailoring our services to not only ensure excellent customer service and responsiveness but also sustain above market average returns to attract more funds.

The company is cognizant of the constant change in customer investment needs and desire for good governance and will endeavour to keep abreast with the new business environment and any risks that could arise.

ACKNOWLEDGEMENT

I wish to thank my colleagues and the board for their support, strategic guidance and dedication to the company. My appreciation also goes to the management and employees for their hard work, commitment and enthusiasm in serving the company. I would also like to thank all our stakeholders including partners, brokers, independent agents and the regulator for their support. We sincerely believe that we would not have achieved these results without you. We look forward to even greater partnership in 2020 and beyond and we promise to keep our word.



John Mbitu

Chairman

FUND MANAGER'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019

We would like to thank the unit holders for their continued trust in the CIC Unit Trust Scheme since its inception in June 2011. During the past one year, the Funds remained focused on obtaining a high level of current income for investors while preserving capital and ensuring high liquidity.

We remain committed to our investment philosophy of long-term capital growth, providing our clients with competitive returns and cushioning them from market volatility.

Leading economic indicators suggest a softer economic growth in 2019. Growth averaged 5.43% for the 3 quarters to September 2019 compared to a 6.0% average for the 3 quarters to September 2018. There was suppressed growth across most sectors; agricultural activities decelerated due to drier weather conditions thus lower food output, which also dampened agro-processing. Industrial activity also moderated especially in construction-linked sectors notably cement production and consumption. This partly reflects spill-overs from lacklustre public spending and slower on boarding of new projects by the Treasury. Looking ahead, strategies towards improving budget efficiency and fiscal consolidation will be the anchor factor for economic growth in 2020/21.

The currency gained 0.5% versus the USD in 2019 supported by resilient diaspora inflows, strong services receipts and slower growth of imports. The country's forex reserves stood at USD 8.76 billion at the end of the year; equivalent to 5.4 months of import cover. The current account deficit narrowed to 4.2% of GDP and that bodes well for the stability of the currency. Barring any uncertainty in the global financial markets, we expect currency stability to persist and an additional buffer could exist should we manage to secure IMF's USD 1.5Bn standby precautionary facility in the course of 2020.

Interest rates remained stable throughout 2019 with minimal volatility at certain instances where liquidity distortion was witnessed. Short term rates remained in single digits hence investors sought enhanced yields in the medium term papers which offered slightly more attractive double digit returns. A nascent recovery in private sector is highly likely given the potentially catalytic effect of the twin stimulus- rate cap repeal and a reduction in the CBR to 8.5% in November 2019. The above coupled with increased pressure on the government to plug its budget deficit amid an upward review of local borrowing target could lead to a rise in interest rates in 2020.

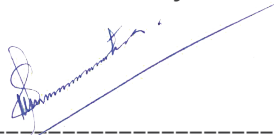
In 2019, the equities market exhibited mixed performance with the NASI gaining 18.5% and NSE-20 losing 6.33% in 2019. This was mainly attributable to foreign investor outflows that hit frontier markets due to weaker earnings growth amid elevated public debt sustainability concerns. Towards the end of 2019, investors tone changed after the repeal of the rate cap law and they gradually bid up

FUND MANAGER'S REPORT *(continued)*
FOR THE YEAR ENDED 31 DECEMBER 2019

stocks; particularly the banks. Outlook for the market in 2020 remains skewed to a few counters mainly banks and Safaricom, which are expected to further grow earnings. Most of the sectors remain in the red with companies still exhibiting weaker earnings hence unattractive to investors.

Accordingly, we intend to maintain our precautionary investment approach anchored on safeguarding capital value. In this regard, we will not shy away from taking up any bargain opportunities that may arise either in the debt or equity markets. We are confident that through our disciplined investment philosophy and robust investment strategy, the delivery of predictable and consistent competitive returns throughout the year is achievable. We wish to reiterate our commitment towards ensuring the realization of the specific underlying objectives of each of the funds including offering above average returns while providing adequate liquidity to meet ongoing obligations, capital preservation and conservative risk exposure to the investors.

We would like to thank you for selecting CIC Asset Management as your investment vehicle of choice and look forward to working closely with you to realize and exceed your financial and investment objectives.



Signed on behalf of the Fund Manager

REPORT OF THE CUSTODIAN

FOR THE YEAR ENDED 31 DECEMBER 2019

In accordance with the Capital Markets (Collective Investment Schemes) Regulations 2001, (the Regulations) and the Custody Agreement between Co-operative Bank Limited as the Custodians and CIC Asset Management Limited as the Fund Manager, we confirm that:

- a. we have discharged the duties prescribed for a Custodian under Regulation 35 of the Regulations, to the CIC Unit trust scheme,
- b. the issue, sale, redemption and cancellation, and calculation of the price of the scheme's units and the application of the scheme's income have been carried out in accordance with the Regulations; and,
- c. the investment and borrowing powers and restrictions applicable to the scheme in accordance with the Regulations and the documents of incorporation have not been exceeded.

For the year ended 31 December 2019, we have held the assets for the scheme, including title deeds, securities and income that accrue thereof, to the order of the Fund Manager and administrator and facilitated the transfer, exchange or delivery in accordance with the instructions received from the Fund Manager.



Signed on behalf of the Custodian

31 March 2020



Ernst & Young LLP
Certified Public Accountants
Kenya Re Towers
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Off Ragati Road
P.O. Box 44286 - 00100
Nairobi GPO, Kenya

Tel: +254 20 2886000
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REPORT OF INDEPENDENT AUDITORS

FOR THE YEAR ENDED 31 DECEMBER 2019

Opinion

We have audited the accompanying financial statements of CIC Unit Trust Scheme comprising of the following funds:

1. CIC Money Market Fund
2. CIC Balanced Fund
3. CIC Equity Fund
4. CIC Fixed Income Fund
5. CIC Wealth Management Fund

These financial statements each comprise of the statement of financial position as at 31 December 2019, and the statement of profit or loss and other comprehensive income, the statement of changes in net assets and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Funds as at 31 December 2019, and their financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Capital Markets Authority (Collective Investment Schemes) Regulations, 2001.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Funds in accordance with the International Ethics Standards Board of Accountants' *Code of Ethics for Professional Accountants (IESBA Code)*. We have fulfilled our other ethical responsibilities in accordance with IESBA Code and in accordance other ethical requirements applicable to performing audit of financial statements in Kenya. We believe that the audit evidence have obtained is sufficient and appropriate to provide a basis for our opinion.

Partners: C O Atinda, H C Wasike, G Gitahi, M M Kimoni, C W Mbogo, A K Gichuhi,
A M Muthusi, J M Ngonga, F N M Kamau, N M Muhoya, T O Nyakoe, C A Munda, C N Kirathe.
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Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the *Auditor’s responsibilities for the Audit of the financial statements* section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Key Audit Matter	How the matter was addressed in the audit
<p>Allowance for Expected credit losses on financial assets</p>	
<p>The expected credit losses on financial assets are determined under application of IFRS 9: Financial Instruments.</p> <p>We considered this to be a key audit matter because significant judgement was involved in determining the expected credit losses on other receivables, corporate bonds, commercial papers and deposits with financial institutions as disclosed in note 1 to the financial statements of each Fund.</p>	<p>We assessed and tested the design and operating effectiveness of the controls over the:</p> <ul style="list-style-type: none"> • data used to determine the expected credit losses on the financial assets carried at amortised cost. • Expected credit loss model, including model build and approval, ongoing monitoring/validation, model governance and mathematical accuracy.



Key Audit Matter	How the matter was addressed in the audit
<p>Allowance for Expected credit losses on financial assets</p>	
<p>Key areas of judgement included:</p> <ul style="list-style-type: none"> • the interpretation of the requirements to determine impairment under application of IFRS 9, which is reflected in the Fund's expected credit loss model; • the identification of exposures with a significant deterioration in credit quality; • assumptions used in the expected credit loss model such as financial condition of the counterparty, expected future cash flows and forward looking macroeconomic factors; and the need to apply additional overlays to reflect current or future external factors that are not appropriately captured by the model. 	<p>We assessed the modelling techniques/methodology against the requirements of IFRS 9: Financial Instruments</p> <p>We assessed and tested the material modelling assumptions as well as overlays with a focus on the:</p> <ul style="list-style-type: none"> • Key modelling assumptions adopted by the Scheme • Basis for and data used to determine the overlays; and • Sensitivity for the collective provisions to changes in the modelling assumptions <p>We assessed the adequacy of disclosures in the financial statements.</p>

Other Information

The trustee is responsible for the other information. The other information comprises the Report of the Trustee and the Statement of the Trustee's Responsibilities, the Fund Manager's Report and the Report of the Custodian. Other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility



is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Trustee's Responsibility for the Financial Statements

The Trustee is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards and the requirements of the Capital Markets Authority, and for such internal control as the trustee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustee is responsible for assessing the Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustee either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

The trustee is responsible for overseeing the Fund's financial reporting processes.

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit



procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustee.
- Conclude on the appropriateness of the trustee's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the trustee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the trustee with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the trustee, we determine those matters that were of most significance in the audit of the financial statements of the



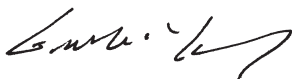
current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL REQUIREMENTS

In accordance with the Capital Markets (Collective Investment Schemes) Regulations, 2001, we report to you based on our audit that, in our opinion:

- a. The accounts have been properly prepared in accordance with these Regulations;
- b. The accounts give a true and fair view of the net income and the net gains or losses on the collective investment scheme portfolio for the year and the statement of financial position of the collective investment scheme at the end of the year;
- c. Proper accounting records for the collective investment scheme have been kept and the accounts are in agreement with those records;
- d. We have been given all the information and explanations which, to the best of our knowledge and belief, are necessary for the purpose of this audit; and
- e. The information given in the report of the trustees for the year is consistent with the accounts.

The engagement partner responsible for the audit resulting in this independent auditor's report is CPA Herbert Chiveli Wasike – Practising certificate number 1485



Nairobi, Kenya

27 April 2020

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even after retirement...
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CIC UNIT TRUSTS SCHEME
FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

MONEY MARKET FUND STATEMENT OF COMPREHENSIVE INCOME

	2019	2018
	Kshs	KShs
Investment income	1,946,824,314	1,424,171,809
Fair value gain at fair value through profit or loss	147,453,728	129,950,401
Other income	57,640,671	-
(Increase)/Decrease in allowance for expected credit losses	(7,900,624)	3,874,584
Operating expenses	(579,072,899)	(390,584,987)
Profit before taxation	1,564,945,190	1,167,411,807
Tax charge	-	-
Profit before distribution to unit holders	1,564,945,190	1,167,411,807

The full set of financial position can be obtained from CIC Kenya's website:
www.cic.co.ke

CIC UNIT TRUSTS SCHEME
FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

MONEY MARKET FUND STATEMENT OF FINANCIAL POSITION

	2019	2018
	Kshs	KShs
ASSETS		
Investment balances	28,939,553,144	19,808,685,086
Bank balances	743,700	3,639,791
TOTAL ASSETS	28,940,296,844	19,812,324,877
LIABILITIES		
Payables and accruals	60,535,300	55,649,162
Total liabilities attributable to unit holders	60,535,300	55,649,162
Net assets attributable to unit holders	28,879,761,544	19,756,675,715
FUND BALANCE	28,879,761,544	19,756,675,715

The financial information is extracted from the Fund's financial statements which were approved for issue by the trustee on 31 March 2020 and signed on its behalf by:

For: KCB BANK KENYA LTD.

 CORPORATE TRUSTEE

For: KCB BANK KENYA LTD.

 CORPORATE TRUSTEE

Trustee
31 March 2020

The full set of financial position can be obtained from CIC Kenya's website:
www.cic.co.ke

CIC UNIT TRUSTS SCHEME
FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

FIXED INCOME FUND STATEMENT OF COMPREHENSIVE INCOME

	2019	2018
	Kshs	Kshs
Investment income	4,417,705	3,902,001
Fair value gain at fair value through profit or loss	414,670	(954,173)
Decrease in allowance for expected credit losses	1,410	244,583
Operating expenses	(1,458,565)	(1,308,150)
Profit before taxation	3,375,220	1,884,261
Tax charge	-	-
Profit before distribution to unit holders	3,375,220	1,884,261

The full set of financial position can be obtained from CIC Kenya's website:
www.cic.co.ke

CIC UNIT TRUSTS SCHEME

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

FIXED INCOME FUND STATEMENT OF FINANCIAL POSITION

	2019	2018
	Kshs	Kshs
ASSETS		
Investment balances	43,239,081	36,065,945
Bank balances	328,591	683,317
TOTAL ASSETS	43,567,672	36,749,262
LIABILITIES		
Payables and accruals	165,343	192,151
Total liabilities excluding net assets attributable to unit holders	165,343	192,151
Net assets attributable to unit holders	43,402,329	36,557,111
FUND BALANCES	43,402,329	36,557,111

The financial information is extracted from the Fund's financial statements which were approved for issue by the trustee on 31 March 2020 and signed on its behalf by:

For: KCB BANK KENYA LTD.



.....
CORPORATE TRUSTEE

For: KCB BANK KENYA LTD.



.....
CORPORATE TRUSTEE

Trustee

31 March 2019

The full set of financial position can be obtained from CIC Kenya's website:
www.cic.co.ke

CIC UNIT TRUSTS SCHEME
FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

BALANCED FUND STATEMENT OF COMPREHENSIVE INCOME

	2019	2018
	Kshs	Kshs
Investment income	23,406,369	21,860,587
Fair value gain/(loss) on equity investments through profit or loss	15,001,038	(20,427,965)
(Increase)/Decrease in allowance for expected credit losses	(303,052)	239,770
Operating expenses	(8,413,258)	(8,086,650)
Profit/(Loss) before taxation	29,691,097	(6,414,258)
Tax charge	-	-
Profit/(Loss) before distribution to unit holders	29,691,097	(6,414,258)

The full set of financial position can be obtained from CIC Kenya's website: www.cic.co.ke

CIC UNIT TRUSTS SCHEME

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

BALANCED FUND STATEMENT OF FINANCIAL POSITION

	2019	2018
	Kshs	Kshs
ASSETS		
Investment balances	277,104,860	252,990,483
Bank balances	82,999	44,357
TOTAL ASSETS	277,187,859	253,034,840
LIABILITIES		
Payables and accruals	870,073	986,455
Total liabilities attributable to unit holders	870,073	986,455
Net assets attributable to unit holders	276,317,786	252,048,385
FUND BALANCE	276,317,786	252,048,385

The financial information is extracted from the Fund's financial statements which were approved for issue by the trustee on 31 March 2019 and signed on its behalf by:

For: KCB BANK KENYA LTD.

 CORPORATE TRUSTEE

For: KCB BANK KENYA LTD.

 CORPORATE TRUSTEE

Trustee
31 March 2019

The full set of financial position can be obtained from CIC Kenya's website:
www.cic.co.ke

CIC UNIT TRUSTS SCHEME**FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER 2019

EQUITY FUND STATEMENT OF COMPREHENSIVE INCOME

	2019	2018
	Kshs	Kshs
Investment income	15,049,957	15,473,202
Fair value gain/(loss) on equity investments through profit or loss	16,121,435	(40,104,744)
Decrease in allowance for expected credit losses	80,099	157,144
Operating expenses	(7,066,493)	(7,556,282)
Profit/(Loss) before taxation	24,184,998	(32,030,680)
Tax charge	-	-
Profit/(Loss) before distribution to unit holders	24,184,998	(32,030,680)

The full set of financial position can be obtained from CIC Kenya's website: www.cic.co.ke

CIC UNIT TRUSTS SCHEME

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

EQUITY FUND STATEMENT OF FINANCIAL POSITION

	2019	2018
	Kshs	Kshs
ASSETS		
Investment balances	237,384,647	226,342,131
Bank balances	134,915	164,427
TOTAL ASSETS	237,519,562	226,506,558
LIABILITIES		
Payables and accruals	735,859	939,757
Total liabilities excluding net assets attributable to unit holders	735,859	939,757
Net assets attributable to unit holders	236,825,813	225,566,801
FUND BALANCE	236,825,813	225,566,801

The financial information is extracted from the Fund's financial statements which were approved for issue by the trustee on 31 March 2019 and signed on its behalf by:

For: KCB BANK KENYA LTD.

 CORPORATE TRUSTEE

For: KCB BANK KENYA LTD.

 CORPORATE TRUSTEE

Trustee
31 March 2019

The full set of financial position can be obtained from CIC Kenya's website:
www.cic.co.ke

CIC UNIT TRUSTS SCHEME
FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

WEALTH MANAGEMENT FUND STATEMENT OF COMPREHENSIVE INCOME

	2019	2018
	Kshs	Kshs
Investment income	5,321,580	-
Increase in allowance for expected credit losses	(395,608)	-
Operating expenses	(1,889,144)	-
Profit before taxation	3,036,828	-
Tax charge	-	-
Profit before distribution to unit holders	3,036,828	-

The full set of financial position can be obtained from CIC Kenya's website:
www.cic.co.ke

CIC UNIT TRUSTS SCHEME

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

WEALTH MANAGEMENT FUND STATEMENT OF FINANCIAL POSITION

	2019	2018
	Kshs	Kshs
ASSETS		
Investment balances	78,725,972	-
TOTAL ASSETS	78,725,972	-
LIABILITIES		
Payables and accruals	1,889,144	-
Total liabilities excluding net assets attributable to unit holders	1,889,144	-
Net assets attributable to unit holders	76,836,828	-
FUND BALANCE	76,836,828	-

The financial information is extracted from the Fund's financial statements which were approved for issue by the trustee on 31 March 2019 and signed on its behalf by:

For: KCB BANK KENYA LTD.


CORPORATE TRUSTEE

For: KCB BANK KENYA LTD.


CORPORATE TRUSTEE

Trustee

31 March 2019

The full set of financial position can be obtained from CIC Kenya's website:
www.cic.co.ke

NOTES

A series of horizontal dotted lines for writing notes.

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