

Key Features

Fund Manager	CIC Asset Management Ltd
Launch Date	Jun - 11
Risk Profile	Low - Medium
Trustee	Kenya Commercial Bank
Custodian	Co-op Custodial Services
Auditors	PWC
Minimum Investment:	Ksh 5,000,000
Minimum Additional Investment	Ksh 1,000,000
Initial Fee	0%
Annual Management Fee	2.0%
Distribution	Semi - annual

Fund Objective

- Capital preservation
- Enhanced level of return with slightly elevated risk profile compared to Money market .
- Ideal for short term cash management.

Market Commentary

GDP - Protracted global shocks have incessantly muted economic growth prospects; however, Kenya posted a growth of 5.3% in Q1. We expect Kenya's growth to remain subdued on account of the difficult macroeconomic environment.

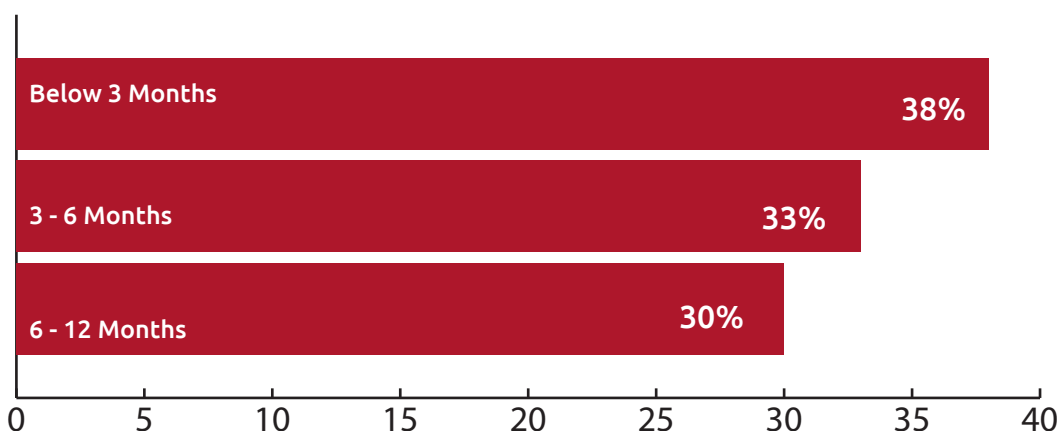
Interest rates - In a bid to curtail the unabating inflationary pressures the central bank raised the policy rate by 1% from 9.5% to 10.5% in June 2023.

Inflation - Inflation softened in the month of July at 7.3% from the 7.9 % recorded in the previous month, a benign inflationary regime is anticipated as the tighter monetary policy transmits.

Outlook

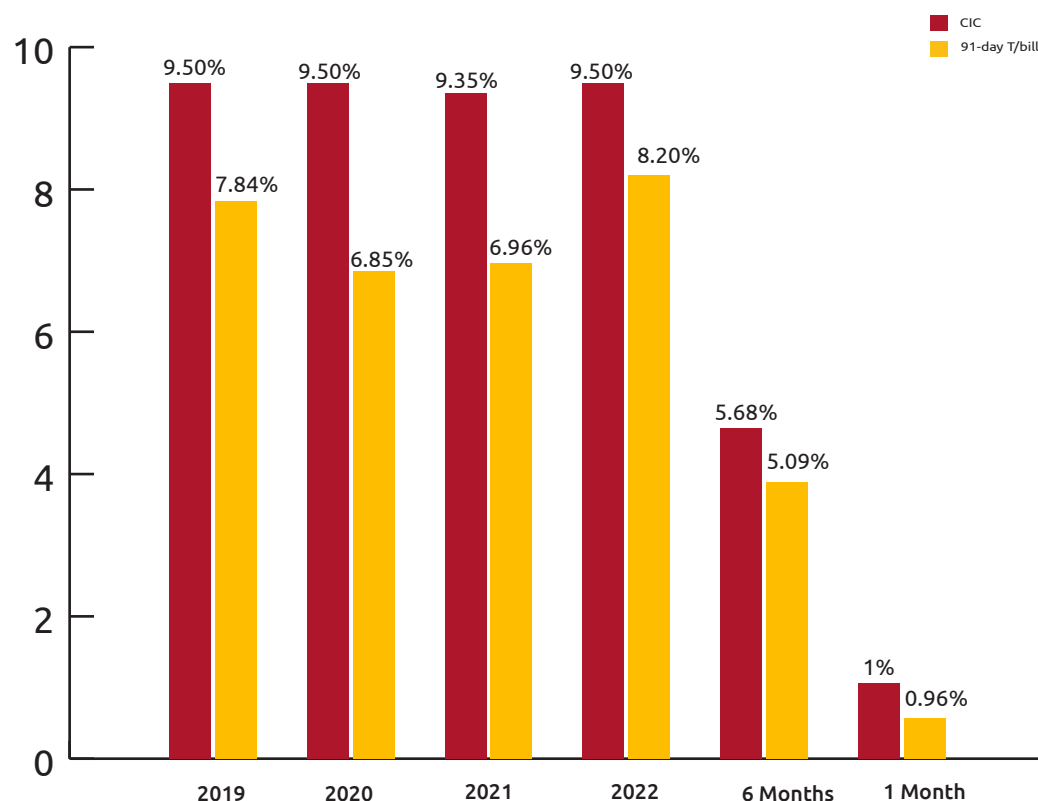
An improved performance is expected for the fund as new inflows and maturities come in which will be reinvested at higher yields in the current interest rate environment. The fixed income fund will face some negative valuation movements as rates on government securities continue rising but is however anticipated to register gradual increment in gains as we continue taking advantage of the higher rates. The fund provides an opportunity for investors with low liquidity needs to lock in higher returns.

Maturity Profile

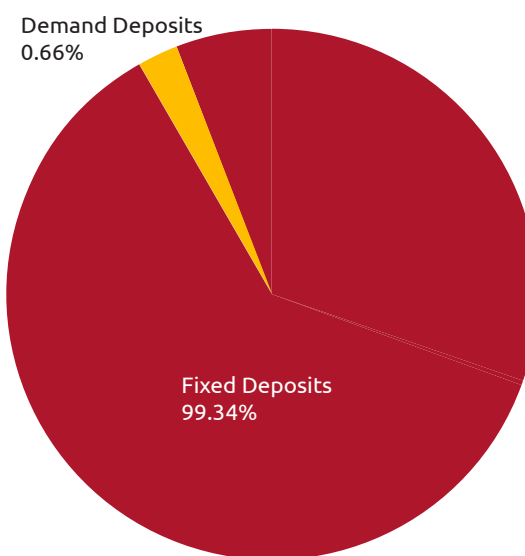


Statutory Disclaimer: The value of units may go down as well as up and past performance is not necessarily a guide to the future. There are no guarantees on the client's capital as the performance of units in the fund is determined by changes in the value of underlying investments hence value of your unit trust investment.

Fund Performance



Asset Allocation



Yield Curve

