

Key Features

Fund Manager	CIC Asset Management Ltd
Launch Date	Jun - 11
Risk Profile	High
Trustee	Kenya Commercial Bank
Custodian	Co-op Custodial Services
Auditors	PWC
Minimum Investment:	Ksh 5,000
Minimum Additional Investment	Ksh 1,000
Initial Fee	2.50%
Annual Management Fee	2.00%
Distribution	Semi-annual

Market Commentary

GDP - In Q2 2023, economic activity grew 5.4% with positive effects from a recovery in the agricultural sector and tourism receipts. CBK projections show that Kenya's annual real GDP growth is expected to come in at 5.5% in 2023.

Interest rates - In 3Q23, yield curve inverted with the 2-year bonds increasing by a cumulative 5.93%, the 10-year by 1.89% and the 20-year by 1.99% y/y.

Inflation - Inflationary pressures have eased on the back of declining food inflation, non-food non-fuel (NFNF) inflation remained stable in Q3, reflecting muted demand pressures in the economy.

Equities - The NSE-20 and NASI declined by 4.2% and 11% respectively led by sell off in blue-chip counters such as KCB Bank, Equity Bank and Safaricom. Overall, investor risk appetite remains muted due to the tough macroeconomic environment and high interest rates in the money markets.

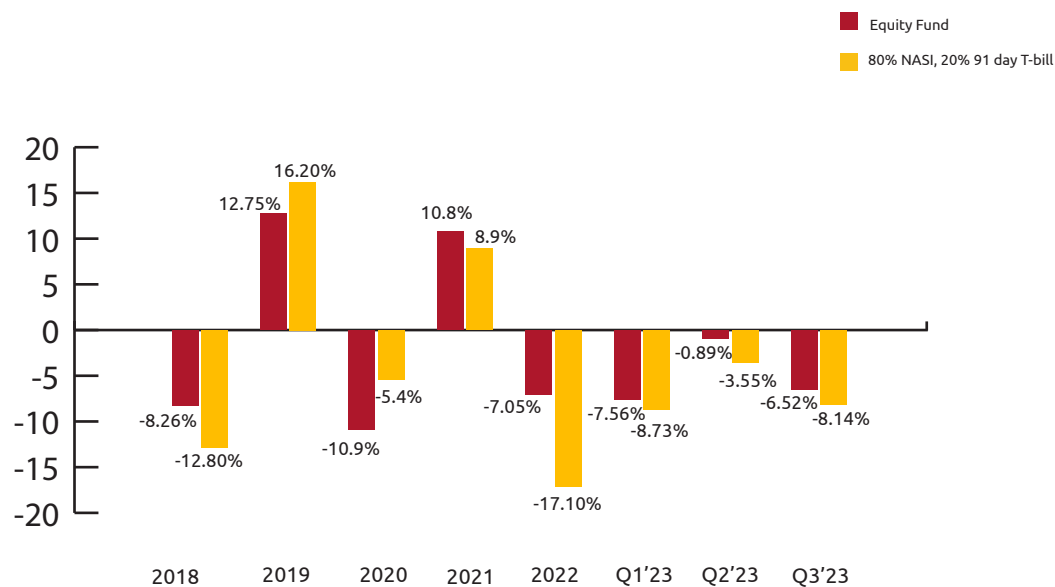
Fund Outlook

The fund continues to be conservative, being overweight short-term near cash assets cognizant of the downturn in the equity market due to the impact of currency depreciation and low USD liquidity which continue to weigh on market prices.

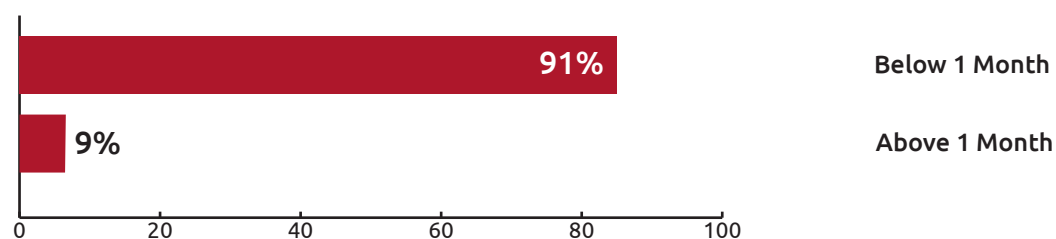
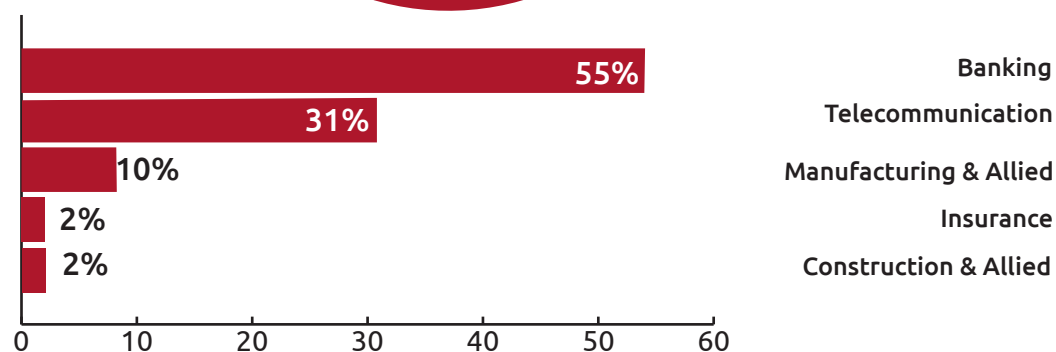
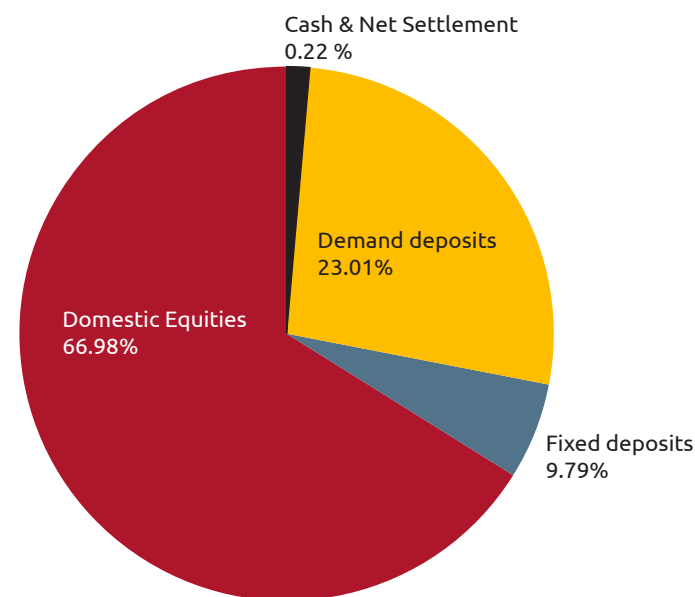
Fund Objective

- Long-term investments
- Long-term capital growth at high risk
- Benefit from a well-diversified portfolio of market instruments.

Fund Performance



Asset Allocation



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.