

## Key Features

<b>Fund Manager</b>	CIC Asset Management Ltd
<b>Launch Date</b>	Jun-11
<b>Risk Profile</b>	Moderate
<b>Trustee</b>	Kenya Commercial Bank
<b>Custodian</b>	Co-op Custodial Services
<b>Auditors</b>	PWC
<b>Minimum Investment</b>	Ksh 5,000
<b>Minimum Top-Up</b>	Ksh 1,000
<b>Initial Fee</b>	2.50%
<b>Annual Management Fee</b>	2.00%
<b>Distribution</b>	Semi-Annual
<b>Asset Under Management</b>	KES 213.1 Million

## Fund Objective

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

## Market Commentary

**GDP** - GDP growth slowed to 4.6% in Q2 2024, down from 5.6% recorded in Q2 2023. This slowdown mainly reflected deceleration in growth in most sectors of the economy. Some sub-sectors in industry contracted, underscoring the challenges to growth stemming from low government spending and consumer demand as well as sticky input prices. Overall, the economic growth outturn for 2024 is thus far slower than earlier projected and we see GDP growth could remain weak to end-year.

**INTEREST RATES** - In the first week of December, the Monetary Policy Committee voted to lower the policy rate from 12% to 11.25%, noting that its previous measures have maintained exchange rate stability and anchored inflation. It urged banks to take the necessary steps to lower their lending rates in order to stimulate credit to the private sector and subsequently economic activity. The short term papers closed the quarter at 11.25%, 11.34% and 12.49% for the 91, 182 and 365 day papers respectively.

**INFLATION** - Overall inflation recorded a marginal increase to 2.8% in November from 2.7% in October 2024; general prices rose by 0.3%. The lower inflation levels thus far provide sufficient room for further monetary policy easing; as the focus is now slowly shifting from price stability to stimulation of aggregate demand.

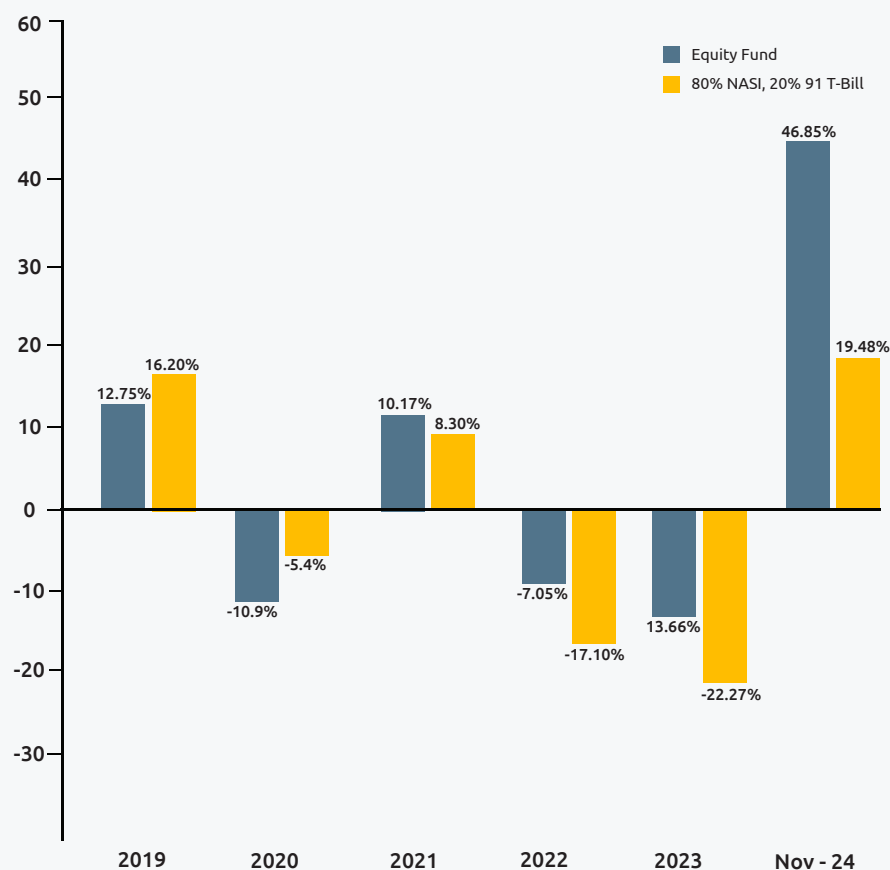
**EQUITIES** - In the month of November, the market indices closed in the red, with the NASI, NSE 20 and NSE 25 retracting by 5.17%, 2.32% and 3.99% to close at 91.93, 1495.58 and 2377.88 respectively with market capitalization at KES 1436.268Bn. The bourse saw Safaricom Limited record a turnover of KES 2.54Bn, representing 37.9% of the month's total turnover. Foreign investors remained bearish during the month recording net outflows worth KES 479,691,646.

## Fund Outlook

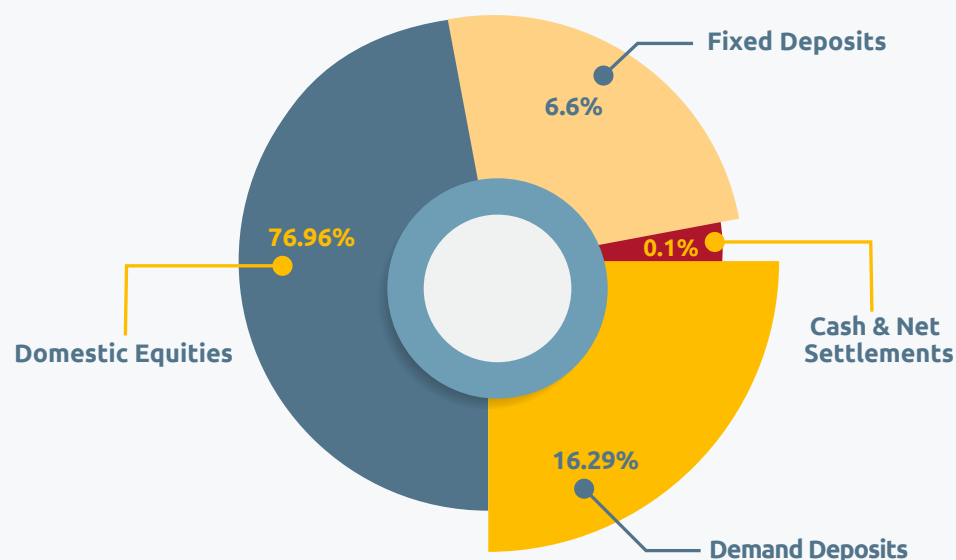
The fund continues to be selective in the counters invested in, being cognizant of improvements in the NSE Equities market following improved market accessibility and global resurgence of risk on sentiments. Resumption of index reviews by major rating firms should result in improved price discovery.

**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. Effective annual yield is presented net of fees and gross of withholding tax.

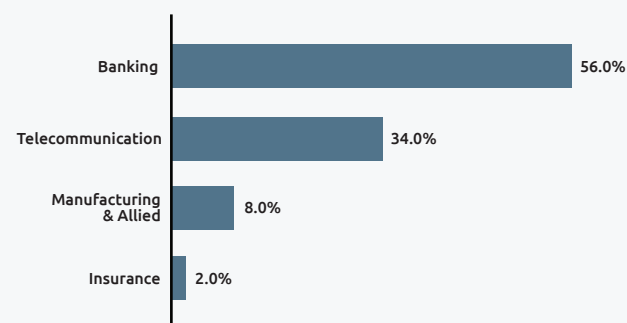
## Fund Performance



## Asset Allocation



## Equities Allocation by Sector



## Deposit Maturity Profile

