

## Key Features

<b>Fund Manager</b>	CIC Asset Management
<b>Launch Date</b>	June 11
<b>Risk Profile</b>	Moderate
<b>Trustee</b>	Kenya Commercial Bank
<b>Custodian</b>	Co-operative Bank
<b>Auditors</b>	PWC
<b>Minimum Investment</b>	KES 1,000,000
<b>Minimum Top-up</b>	KES 100,000
<b>Initial Fee</b>	0%
<b>Annual Management fee</b>	2.00%
<b>Distribution</b>	Monthly
<b>Asset Under Management</b>	KES 18.1 Billion

## Fund Objective

- Medium to long-term investments
- Extra returns at moderate risk.
- Reasonable return from a well-diversified portfolio of fixed income securities

## Market Commentary

In its December 2025 meeting, the MPC voted to lower the CBR by 25 bps to 9.00% from 9.25%, in line with our expectations, bringing the cumulative year-to-date reduction to 225 bps. The MPC noted that private sector credit had improved significantly in line with declining interest rates, reflecting effective monetary policy transmission amid the ongoing implementation of the Risk-Based Credit Pricing Model, expected by March 2026.

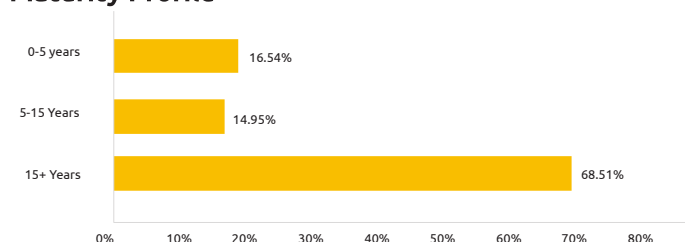
Interest rates on short-term government securities continued their downward trend, with the exception of the 182-day paper, which remained stable at 7.80%. The 91-day and 364-day papers declined by 6.0 bps and 17.0 bps to 7.73% and 9.21%, respectively.

Headline inflation remained stable at 4.5% in December, unchanged from November and within the CBK's target range of 2.5%–7.5%.

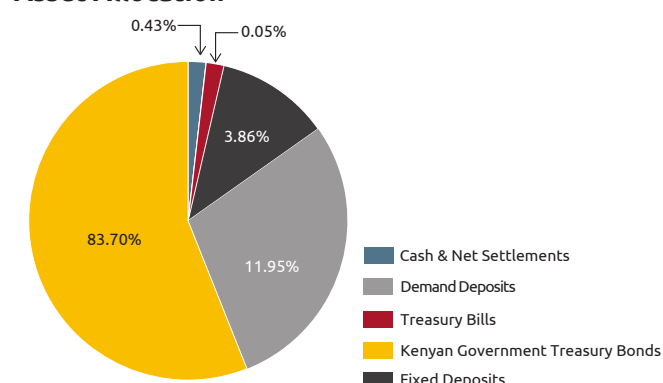
## Fund Outlook

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 experience significant upside from bond revaluations anchored by the declining interest rates. The fund provides an opportunity for investors with low liquidity needs to lock in higher returns.

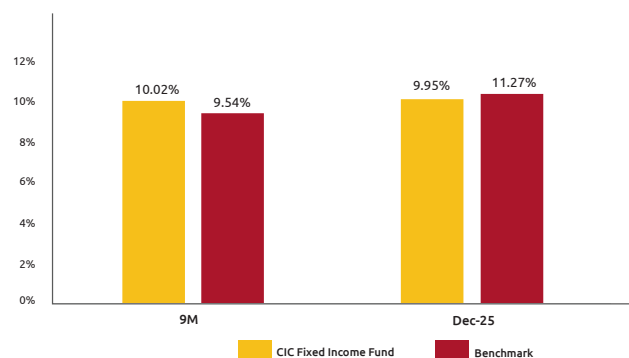
## Maturity Profile



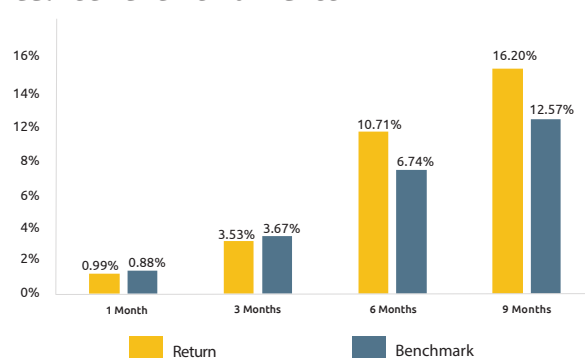
## Asset Allocation



## Periodic Returns

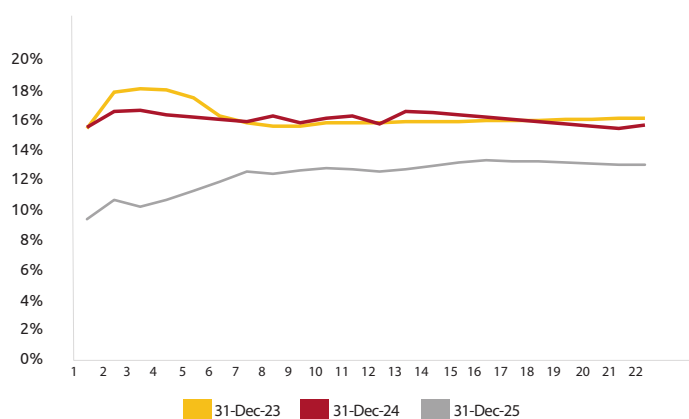


## Annualized Fund Performance



\*Return is gross of fees charged

## NSE Yield Curve



**Statutory Disclaimer:** Past performance is not an indicator of future performance as investment returns may rise or fall. In certain specified circumstances, the right to redeem units may be suspended. CIC Asset Management Ltd is regulated by Capital Markets Authority. The Authority does not take responsibility for the financial soundness of the scheme or for the correctness of any statements made or opinions expressed in this regard. For more information on the Funds visit <https://ke.cicinsurancegroup.com>.