

Key Features

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

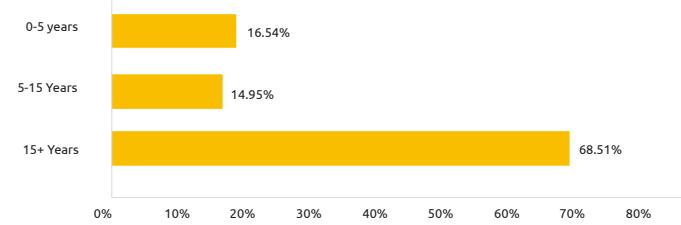
Interest rates on short-term government securities continued their downward trend, with the exception of the 182-day paper, which remained stable at 7.80%. The 91-day and 364-day papers declined by 6.0 bps and 17.0 bps to 7.73% and 9.21%, respectively.

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

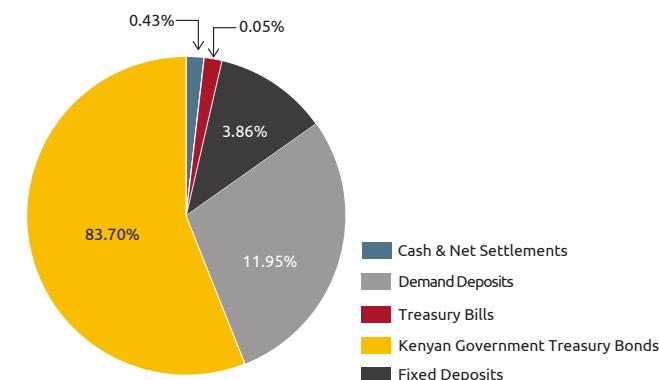
Fund Outlook

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.

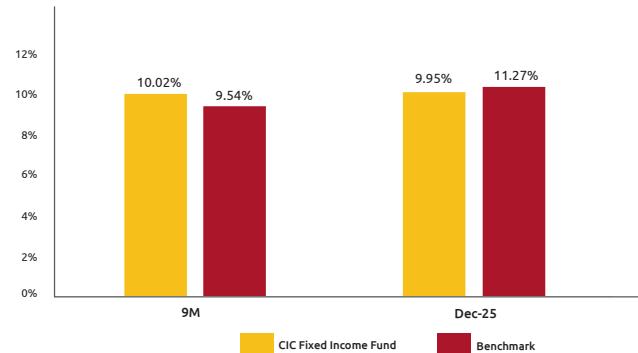
Maturity Profile



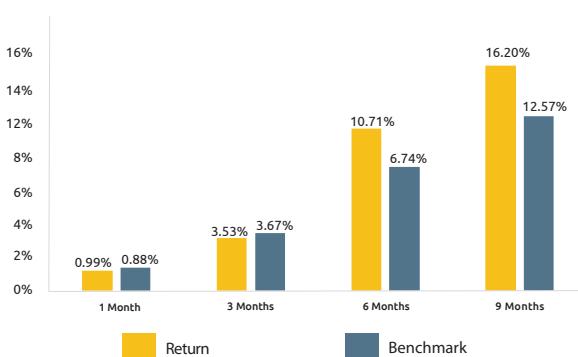
Asset Allocation



Periodic Returns

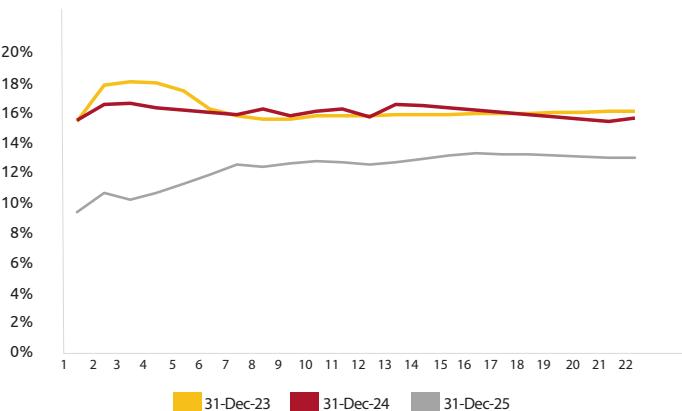


Annualized Fund Performance



*Return is gross of fees charged

NSE Yield Curve



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