

Key Features

Fund Manager	CIC Asset Management
Launch Date	June 2011
Risk Profile	High
Trustee	Kenya Commercial Bank
Custodian	Co-operative Bank
Auditors	PWC
Minimum Investment	KES 5,000
Minimum Top-up	KES 1,000
Initial Fee	2.50%
Annual Management Fee	2.00%
Distribution	Semi-annual
Assets Under Management	KES 340.6 Million

Fund Objective

- Typically, ready to invest over the medium to long-term.
- Investors seeking high risk, high reward.
- Seek to benefit from a well-diversified portfolio of market instruments.

Market Commentary

INTEREST RATES - The Monetary Policy Committee (MPC) maintained the Central Bank Rate (CBR) at 8.75% in May, citing risks to energy prices arising from the Middle East conflict and the need to anchor inflation expectations. Yields on short-term government securities increased during the period, with the 91-day, 182-day, and 364-day Treasury bills settling at 8.39% (+0.61% m/m), 8.21% (+0.32% m/m), and 8.59% (+0.32% m/m), respectively. This upward movement reflects heightened investor expectations of higher interest rates, largely driven by mounting inflationary pressures.

EQUITIES - The Kenyan equity market ended the month on a mixed note, with the NASI and NSE 10 advancing by 0.2% and 0.9% m/m, respectively, while the NSE 20 and NSE 25 declined by 1.0% and 0.2% m/m. The downturn was largely driven by price declines in selected large-cap stocks, including Absa (-5.7%), Stanbic Bank (-5.8%), and BAT (-9.4%). However, these losses were partially offset by gains in counters such as Co-operative Bank (+2.6%), EABL (+1.8%), and Equity Bank (+1.0%). As a result, overall market capitalization edged up slightly by 0.2% to KES 3,411.3Bn, reflecting a relatively balanced market performance amid mixed investor sentiment.

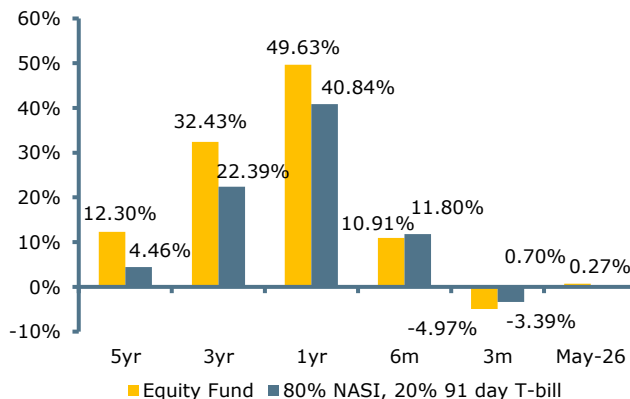
Fund Outlook

The fund remains selective in stock picking, drawing on improved market accessibility and the global resurgence in risk-on sentiment.

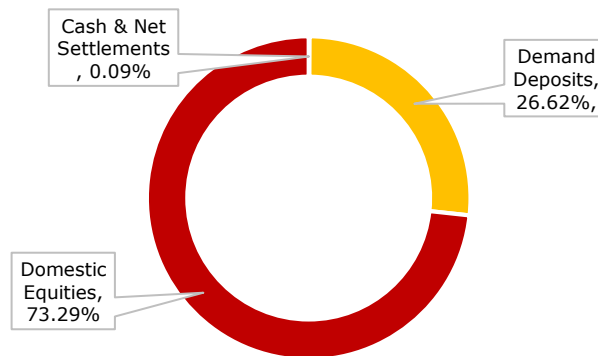
Net Asset Value (NAV)

Maximum NAV	Minimum NAV
9.27	8.68

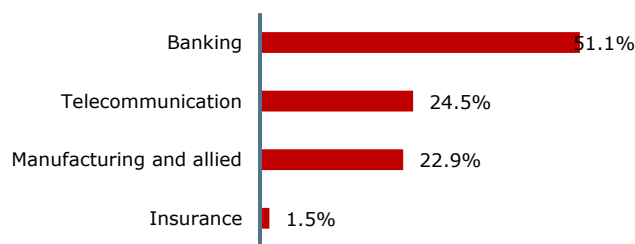
Fund Performance



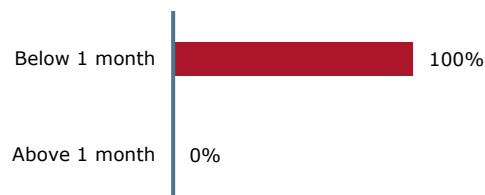
Asset Allocation



Equities allocation by sector



Maturity Profile



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