

ZIMELE UNIT TRUST FIXED INCOME FUND FACT SHEET JUNE 2025

About Zimele Fixed Income Fund

Fund Launch Date	April-07
Initial Fee	0%
Annual Management Fee	2.00%
Currency	Kenya Shillings
Minimum Investment	Kshs. 100
Minimum-Top-up	Kshs. 100
Fund Size	Kshs. 3.41 Billion
Fund Manager	Zimele Asset Management Ltd
Fund Trustee	KCB Bank Kenya Ltd
Fund Custodian	Standard Chartered Bank Kenya Limited
Fund Auditor	Louise & Associates
Income Distribution	Monthly
Fund Benchmark	Composite Index (FTSE Bond Index, 364-Day Tbill)
Risk Profile	Conservative

Economic Commentary and Market Outlook

Macroeconomy

The economy remained buoyant in the first quarter of 2025, supported by a strong performance of agriculture and recovery in industrial activity. It is estimated to have expanded by 4.9 percent, a similar growth compared to the corresponding quarter of 2024. Agriculture sector sustained momentum and grew by 6.0 percent in the first quarter of 2025 compared to 5.6 percent in a similar quarter of 2024, largely on account of favorable weather conditions and continued Government investment in irrigation, enhanced supply of quality affordable inputs, and value addition. Industrial sector activity broadly recovered in the first quarter of 2025, reflecting notable improvement of construction and mining and quarrying sectors. The sector grew by 3.0 percent compared to 0.4 percent in a similar quarter of 2024. However, the services sector broadly decelerated to 5.0 percent in the first quarter of 2025 compared to 6.4 percent in a corresponding quarter of 2024.

Inflation

Overall inflation remained stable at 3.8 percent in May and June 2025. Core inflation stood at 3.0 percent in June compared to 2.8 percent in May, while Non-Core inflation stood at 6.2 percent in June compared to 6.0 percent in May.

Exchange Rate and Forex Reserves

The Kenya Shilling remained stable against major international and regional currencies during the month ending June 30. It exchanged at Ksh 129.24 per US dollar on June 30 while on May 31 was 129.24. Overall, in 12 months to June 2025, the Kenya Shilling recorded 0.22 percent gain against the USD, similarly, KSHS declined against Euro at 3.42 percent also weakened against TSH at 1.21 and the USH by 1.09 percent.

The usable foreign exchange reserves remained adequate at USD 11,091 million (4.9 months of import cover) as of June 30. This meets the CBK's statutory requirement to endeavour to maintain at least 4 months of import cover.

Interest Rates

The yield on Kenya Government Bonds increased by 3 basis points from 12.79% in May to close the month of June at 12.82%. Bond turnover in the domestic secondary market decreased by 40.1 percent during the week ending July 3. In the international market, yields on Kenya's Eurobonds decreased by an average of 28.2 basis points. Yields for Angola and Côte d'Ivoire Eurobonds also decreased

Global Economic Outlook

Equity markets in advanced economies edged higher, driven by easing geopolitical tensions and improved investor sentiment. U.S. job growth was stronger than expected, with June nonfarm payrolls increasing by 206,000 jobs. The U.S. House of Representatives approved the tax and spending legislation. The U.S. Dollar Index remained broadly stable, reflecting muted currency volatility and balanced market positioning.

International oil prices remained largely stable, with Murban crude increasing to USD 68.09 per barrel on July 3, from USD 67.06 on June 26. The price developments reflect easing tensions in the Middle East, which lowered concerns about potential disruptions to oil supply and helped calm the market.

Key Features of the Fund

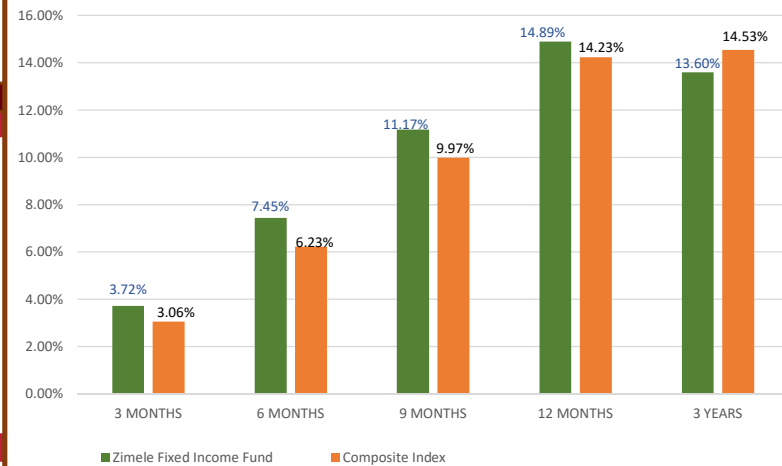
- >Competitive returns
- >No penalties
- >Interest credited to statements is net of tax
- >Enhanced safety of funds
- >Compounding of interest
- >Deposit and withdrawal via M-Pesa
- >Online statements
- >Professional fund management

Zimele Fixed Income Fund is Ideal for:

- >Those seeking capital preservation;
- >Building up savings for emergencies;
- >Building up savings for chamas;
- >Managing business surplus funds
- >Savings for shortterm financial needs such as school fees, holidays, household goods
- >Savings for life goals such as weddings

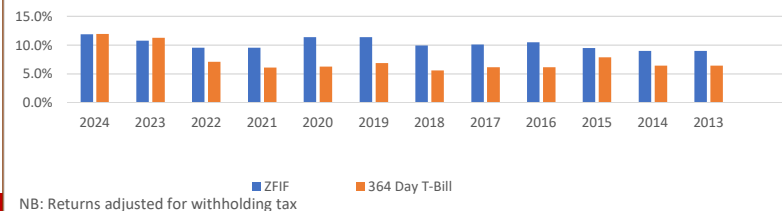
Fund Performance-June 2025

ZFIF FUND PERFORMANCE JUNE 2025



NB: The return is inclusive of the management fee and withholding tax (gross return)

10 YEAR HISTORICAL RETURNS



NB: Returns adjusted for withholding tax

Zimele Fixed Income Fund Asset Allocation

