ZIMELE UNIT TRUST BALANCED FUND FACT SHEET OCTOBER 2026

AboutUnit Trust Balanced Fund

Fund Launch Date	April-07
Admin Fee	3%
Annual Management Fee	2.50%
Currency	Kenya Shillings
Minimum Investment	Kshs. 100
Minimum-Top-up	Kshs. 100
Fund Size	Kshs. 500.01 Million
Fund Manager	Zimele Asset Management Ltd
Fund Trustee	KCB Bank Kenya Ltd
Fund Custodian	Standard Chartered Bank Kenya Limited
Fund Auditor	Louse & Associates
Income Distribution	Monthly
Fund Benchmark	Composite Index (NSE-20 Share Index, FTSE Bond Index)
Risk Profile	Moderate
Minimum NAV	20.746
Maximum NAV	20.9552
Sharpe Ratio	0.23
Expense Ratio	0.01

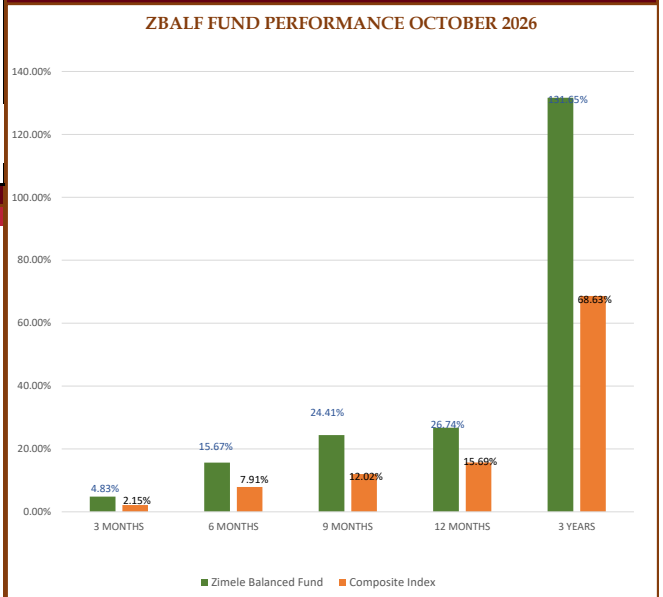
Key Features of the Fund

>Competitve returns
>No penalties
>Returns credited to statements is net of tax
>Enhanced safety of funds
>Returns based on appreciation of unit prices
>Deposit and withdrawal via M-Pesa
>Online statements
>Professional fund management

Zimele Balanced Fund is Ideal for:

Investors seeking capital capital appreciation; the price of units will rise and fall based on the performance of underlying investments; the component of listed shares makes it moderately risky and is therefore recommended for investors with medium term or long term goals

Fund Performance-Oct 2026



Economic Commentary and Market Outlook

Macroeconomy

Kenya ended October 2026 with solid growth, but inflation climbed to a three-year high. The shilling and reserves were stable, and the fiscal position remains the weak spot. Oil prices, which are well above last year's, drive most of the pressure. The Monetary Policy Committee (MPC) held the CBR at 8.75 percent on 7 October. It said inflation should stay within target in the near term, helped by a stable shilling and the government's temporary fuel VAT relief. A hike looks unlikely while core inflation is 4.3 percent and the shilling is stable. With the Central Bank Rate still at 8.75 percent, the gap between the policy rate and inflation has narrowed from 4.35 percentage points in March to 1.45 points in October. The real cost of money has fallen by almost three points without anyone touching the rate. The Energy and Petroleum Regulatory Authority (EPRA) increased maximum retail pump prices effective from October 15 to November 14, 2026, driven by rising landed import costs and regional conflicts. The 91-day T-bill was about 8.75 percent on 30 October. The banking sector remains stable and resilient, supported by strong liquidity and capital adequacy. Average bank lending rates were 14.4 percent in October, and private-sector credit grew 10.6%. Bad loans are easing. The gross NPL ratio was 13.9 percent in October, down from 17.6 percent a year earlier. Debt remains the main structural risk. The Treasury's figures put debt at 65.3 percent of GDP in present-value terms, above the 55 percent statutory ceiling, and Kenya is rated at high risk of debt distress by the IMF. The US Federal Reserve held interest rates at 3.75 percent - 4 percent, unlike the previous meeting where members unanimously voted for a 25bps hike. Dangote Petroleum Refinery and Petrochemicals' initial public offering (IPO) closed on 27 October 2026, after drawing applications from 120 countries, including all 54 in Africa. The refinery offered 4.1 billion new shares at ₦525 each, about KSh 52, in what is expected to be Africa's largest IPO. The offer is now in allotment, the stage where shares are shared out among applicants, ahead of a planned listing on the Nigerian Exchange (NGX).

Inflation

Overall Inflation increased to 7.3 percent in October from 6.8 percent in September 2026, reflecting increases in both core and non-core components. Core inflation increased to 4.3 percent from 4.0 percent, driven by increased prices of select processed food items and transport costs. Non-core inflation increased to 15.1 percent from 14.0 percent, mainly due to a rise in prices of select fresh farm produce.

Exchange Rate and Forex Reserve

The Kenya Shilling remained stable against major international and regional currencies during the week ending October 30, 2026. It exchanged at KSh 129.96 per U.S. dollar on October 30, compared to KSh 129.79 on September 30. Overall, in 12 months to September 2026, the Kenya Shilling recorded 0.56 percent loss against the USD, similarly, KSHS strengthened against Euro by 1.68 and weakened against STG Pound, Tshs and Ushs by 0.89, 0.1, 10.73 percent respectively.

The usable foreign exchange reserves remained adequate at USD 14,740 million (5.9 months of import cover) as of October 29. This meets CBK's statutory requirement to endeavour to maintain at least 4 months of import cover.

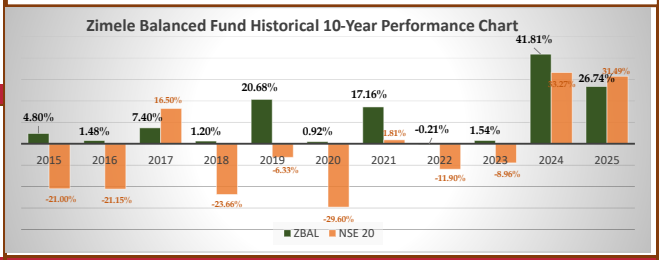
Equity Market

At the Nairobi Securities Exchange,the NASI increased by 4.16 percent while NSE 25 and NSE 20 declined by 2.97 percent and 2.61 percent respectively, during the week ending October 29. Market capitalization, total shares traded, and equity turnover decreased by 0.22 percent, 97.55 percent and 91.54 percent, respectively. The significant decline in shares traded and equity turnover is due to the base effect of a block trade of KPLC shares in the previous week.

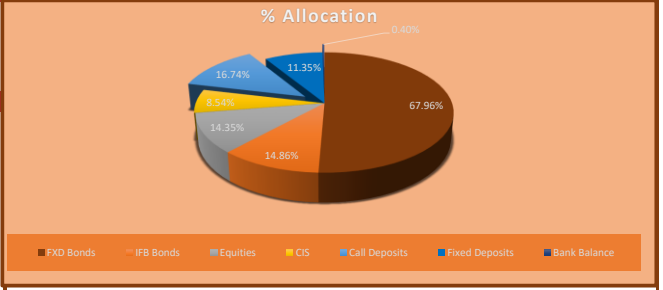
Global Economic Outlook

As the inflation concerns remain, several central banks in advanced economies made their monetary policy decisions during the week ending October 29. While the Bank of Canada raised its policy rate by 25 basis points, US Fed, European Central Bank, Bank of Japan and Reserve Bank of New Zealand held their policy rates unchanged. The U.S. Dollar Index strengthened by 0.22 percent during the week.

International commodity prices recorded mixed movements, during the week.Murban crude oil prices rose to USD 110.46 per barrel on October 29, up from USD 108.23 per barrel on October 22, as geopolitical risks remain. Over the same period, spot gold prices fell to USD 4,020.4 per ounce on October 29 from USD 4,023.9 per ounce on October 22, driven by expectations of future policy rate hike by the US Fed in December.



ZIMELE BALANCED FUND ASSET ALLOCATION SCHEDULE



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