

ZIMELE UNIT TRUST FIXED INCOME FUND FACT SHEET OCT 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. 3.77 Billion
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 (FTSE Bond Index, 364-Day Tbill)
Risk Profile	Conservative
Sharpe ratio	0.2
Expense Ratio	0.03

Economic Commentary and Market Outlook

Macroeconomy

The Monetary Policy Committee (MPC) Monetary Policy Committee (MPC) meeting held on 7th October 2025, the MPC lowered the Central Bank Rate (CBR) by 25 bps to 9.25%. The committee noted that their decision to lower the CBR rate was mainly on the ground of the overall inflation being below the midpoint of the target range, and expected to remain within the lower bound in the near term. The MPC also noted the gradual recovery in the credit to private sector is attributable to the recent cuts which have led to rebounds in the different sectors of the economy with room for another before the end of the year.

Inflation

Overall inflation decreased by 4.56 percent in October from 4.58 in September 2025, largely supported by easing prices of select food items. Core inflation declined to 2.7 percent from 2.9 percent in September, while non-core inflation increased to 9.9 percent from 9.6 percent over the same period. The increase in the non-core inflation was mainly driven by energy and transport costs.

Exchange Rate and Forex Reserves

The Kenya Shilling remained stable against major international and regional currencies during the month ending Oct 31. It exchanged at Ksh 129.25 per US dollar on Sept 30 while on Oct 30 was 129.24. Overall, in 12 months to Oct 2025, the Kenya Shilling recorded 0.03 percent loss against the USD, similarly, KSHS strengthened against Euro at 1.35 percent also strengthened against TSH at 0.21 and weakened with the USH by 0.14 percent.

The usable foreign exchange reserves remained adequate at USD 10,735 million (4.7 months of import cover) as of September 30. This meets the CBK's statutory requirement to endeavor to maintain at least 4 months of import cover

Interest Rates

The yield on Kenya Government Bonds decreased by 34 basis points from 12.57% in Sept to close the month of Oct at 12.23%. Bond turnover in the domestic secondary market increased by 22.10 percent during the week ending October 30, 2025. In the international market, yields on Kenya's Eurobonds decreased by 11.67 basis points on average. Yields for Angola and Côte d'Ivoire also decreased

Global Economic Outlook

Inflation concerns in advanced economies eased during the week ending October 30. The US Federal Reserve lowered the federal funds rate by 25 basis points to a target range of 3.75 - 4.00 percent, reflecting elevated US inflation outcomes, subdued economic activity and labor market weakness. The Bank of Canada also cut its policy rate by 25 basis points to 2.25 percent while the European Central Bank and the Bank of Japan left their interest rate unchanged at 2.0 percent and 0.5 percent, respectively. The U.S. Dollar index strengthened by 0.6 percent during the week after the US Federal Rese.

International oil prices declined on account of oil inventories build-up and easing trade tensions following US trade negotiations with China and South Korea. Murban oil price decreased to USD 65.51 per barrel on October 30, from USD 66.85 per barrel on October 23. rve's press conference, as financial markets repriced expectations to rule out any further rate cuts at the December Fed meeting.

Key Features of the Fund

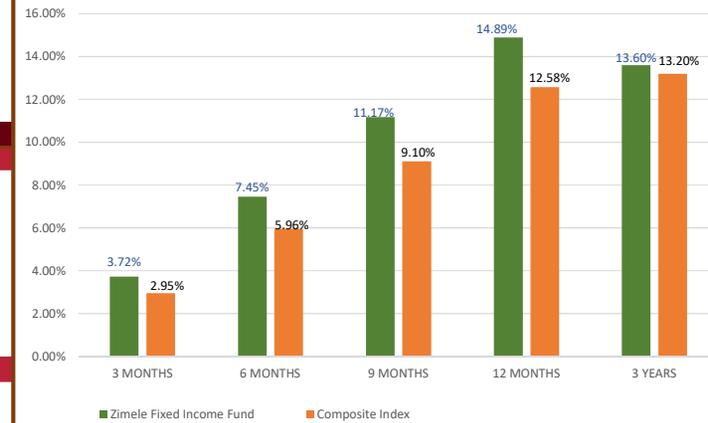
- >Competitive returns
- >No penalties
- >Interest credited to statements is net of tax
- >Enhanced safety of funds
- >Compounding of interest
- >Deposit and withdrawal via M-Pesa
- >Online statements
- >Professional fund management

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

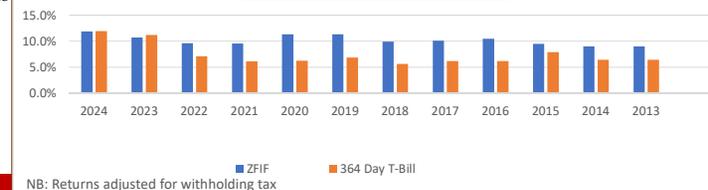
Fund Performance-Oct 2025

ZFIF FUND PERFORMANCE OCT 2025



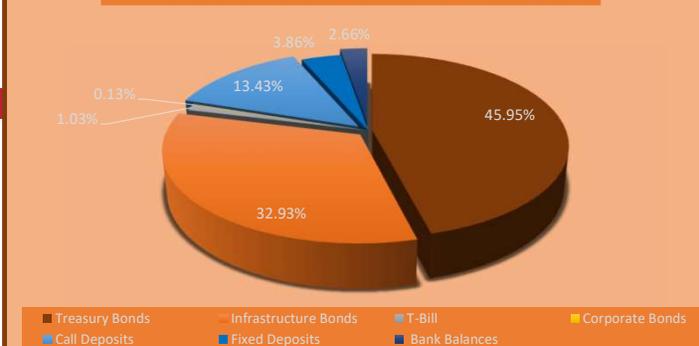
NB: The return is inclusive of the management fee and withholding tax (gross return)

10 YEAR HISTORICAL RETURNS



NB: Returns adjusted for withholding tax

Zimele Fixed Income Fund Asset Allocation



Month to Date Yield: 11.75% Effective Annual Yield : 12.40% (Gross of Tax and net of Fees)

Statutory Disclaimer: Past Performance is not an indicator of future performance as investment returns may rise or fall. Zimele Asset Management Firm 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://www.zimele.co.ke/>