

ENWEALTH FIXED INCOME FUND

DECEMBER 2025



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Fund Objective

The objectives of Enwealth Fixed Income Fund are to:

1. Generate regular interest income
2. Long term stability and capital growth
3. Low liquidity

Universe of investments includes:

- Treasury Bills and Bonds
- Call & fixed deposits

Fund Details

Risk Profile: Moderate

Investment Horizon: Medium Term – Minimum 3 year.

Minimum Initial Investment: KES 100

Annual Management Fee: 2%+ VAT

Initial Fee: Nil

Suitability: Investors with a medium risk appetite, desiring competitive income yield and capital appreciation, with low liquidity needs.

Trustee: Co-operative Bank of Kenya Ltd

Custodian: SBM Bank Kenya Ltd

Fund Administrator: Enwealth Capital Limited

Fund Manager: Old Mutual Investment Group

Benchmark Returns: 182-day Tbill

Fund Manager Commentary

Since fund inception (March 2025), the fund registered a return of **7.6%** driven by positive returns from the fixed income book, specifically bonds. The Fund Manager increased its liquidity in order to take advantage of the attractive yields in the primary and secondary bond auctions.

In the month, the yield curve moved higher across most sections of the yield curve driven by the primary auction outcomes. The yield curve is facing upside risk pressure on the mid-to-long end as the Treasury continues to focus in lengthening its maturity profile however it will likely be offset by domestic borrowing appetite driven by increasing reliance on foreign borrowing and government being ahead of its domestic borrowing target on a prorated basis.

Kenya's year on year inflation remained unchanged at **4.5%** in December similar to November despite the Consumer Price index rising by **0.6%** in December driven by the seasonal increase of food and transport prices. Core inflation came in at **2%**, indicating that domestic demand remained weak.

In December, the CBK reduced the Central Bank rate by **0.25%** to **9.0%**, citing stable macros, as it continued to attempt to stimulate bank lending, hence supporting economic growth. Treasury Bill yields reduced by an average of **0.07%** across all tenors as the 91,182 and 364-day Treasury bills closed the month at **7.73%, 7.80% & 9.21%** from **7.78%, 7.80% & 9.38%** respectively in the previous month.

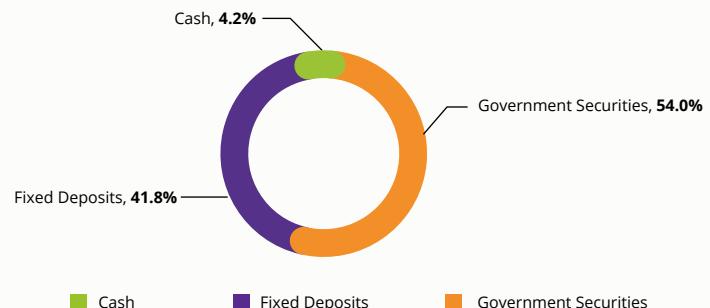
Outlook: Following the poor performance of the short rain season, we expect food inflation pressures to pose upside risks to headline inflation in Q1 2026. With the continued focus on supporting the economy via Private sector credit growth and stable macros, we believe that the Monetary Policy Committee will cut the Central Bank Rate further by **0.25%**.

Fund Performance

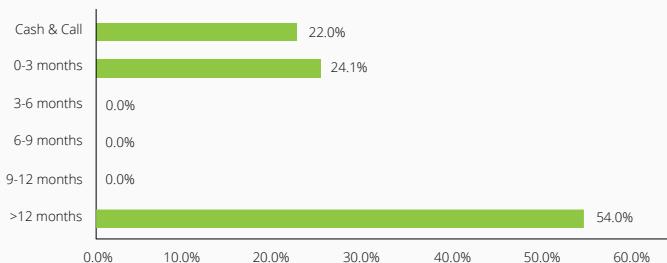
Enwealth Fixed Income Fund vs Benchmark - December 2025



Asset Allocation

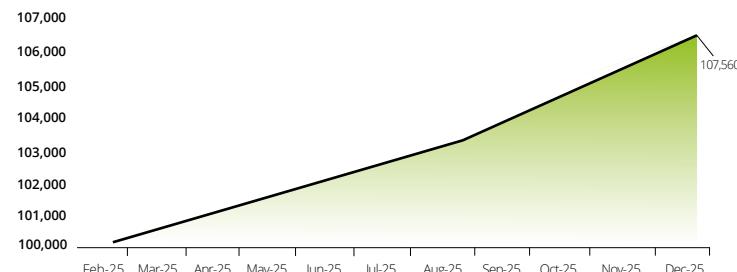


Duration Allocation



Cumulative Growth

Cumulative growth of KES 100,000 invested



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Past performance is not necessarily a guide to future performance. There are no guarantees on the investor's capital as the value of the investment can fall as well as rise depending on the performance of underlying investment.

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