

**The Fund:** NCBA Fixed Income fund is **USD denominated** collective investment Scheme that invest in a diversified portfolio of interest income earning assets, while ensuring low risk on principal investment and access to funds on demand.

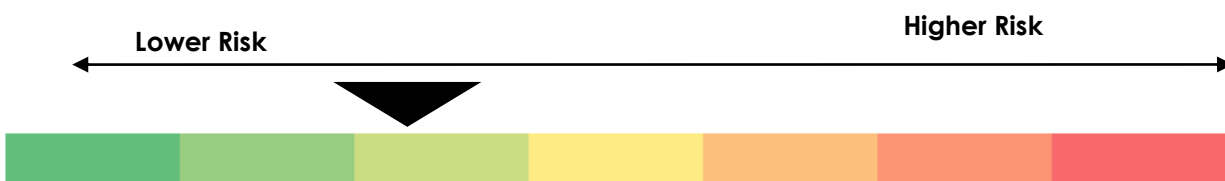
The fund is regulated by the Capital Markets Authority.

## 1. Fund Philosophy and Salient Features

<ul style="list-style-type: none"> <li>• <b>Fund Currency:</b> United States Dollars</li> <li>• <b>Minimum Investment/Top-up:</b> USD100</li> <li>• <b>Nature of investment returns:</b> Total return (Interest Income and capital gains/losses) calculated daily</li> <li>• <b>Investment Philosophy:</b> The fund investment philosophy is to prioritize earning of stable interest income with limited credit risk over capital gains.</li> <li>• <b>Qualifying assets:</b> The fund invests in a diversified pool of interest income earning securities and money market instruments e.g. Bank deposits, Eurobonds, Mutual Funds, and fixed Income securities etc..</li> </ul>	<ul style="list-style-type: none"> <li>• <b>Liquidity:</b> The fund maintains a high degree of liquidity to meet daily redemptions enabling Investors to access their units on demand.</li> <li>• <b>Subscription and redemptions:</b> The fund offer investors an opportunity to subscribe/top up investments on a daily basis or redeem their investments on a T+1-day basis.</li> <li>• <b>Fund/Units Pricing:</b> The fund is priced daily with the published yield based on the Net Assets Value of the fund/Units. The prices/returns are published on the NCBA Website.</li> </ul>
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## 2. Risk and Reward Profile

### 2.1. Risk Rating: Moderately Conservative\*\*



**\*\* - The risk indicator is based on the volatility historical performance of the fund over the last five years. The risk category may change over time and returns are not guaranteed. The lowest category, referencing treasury bills, does not equate to a risk-free investment**

### 2.2. Key Risk Metrics

Key Risk	Mitigation
<ul style="list-style-type: none"> <li>• <b>Liquidity Risk:</b> In extreme market conditions, the fund may face difficulties in selling its assets at fair value, which may impact the ability of investors to access their funds.</li> <li>• <b>Currency Risks:</b> None</li> </ul>	<ul style="list-style-type: none"> <li>• The fund retains adequate liquidity through investing in money market instruments based on historical behavioural considerations and provision for stretched liquidity scenarios</li> <li>• N/A</li> </ul>

Key Risk	Mitigation
<ul style="list-style-type: none"> <li>• <b>Credit Risk:</b> The fund may invest in debt instruments issued by financial institutions and corporations. A downgrade in the credit rating or a default by a counterparty could negatively impact the fund's value and returns</li> <li>• <b>Interest Rate Risk:</b> Changes in short-term interest rates can affect the income earned by the fund and the valuation of the underlying investments and consequently the returns.  Further changes in interest rates may lead to re-investment risk where maturing investments are re-invested at lower rates</li> <li>• <b>Pricing risks:</b> Errors may occur in pricing, which upon revision may impact the fund valuation and investor returns.</li> <li>• <b>Suspension of Dealing and discounting:</b> In extreme market circumstances investments/subscriptions and withdrawals/redemptions maybe restricted for a period of time subject to trustee and regulatory approval.</li> <li>• Further, in a situation where there is an adverse credit event leading to losses, the value of invested funds may be discounted to reflect the credit event.</li> <li>• Fund under performance, against benchmark/general market; Instances of underperformance against fund benchmarks may arise due to crystallization of interest rates risks and asset allocation decisions</li> </ul>	<ul style="list-style-type: none"> <li>• All investment counterparties are subjected to rigorous due diligence prior to investment with placement limits, to ensure diversification approved by the Board of Directors and fund trustees</li> <li>• Whilst interest rate risk cannot be fully avoided, the fund asset allocation ensures moderation of overall re-investment risk and market valuation risk attributable to marketable securities.</li> <li>• Pricing errors are mitigated through automation of fund pricing and rigorous operations controls.</li> <li>• Though such circumstances may not be fully predicted, liquidity management, enhanced due diligence on investments and consistent mark to market adjustments reduces the likelihood of suspense of dealing or unforeseen discounting.</li> <li>• The risk is mitigated through quarterly review of asset allocation and asset class performance against budget and correct actions</li> </ul>

### 3. Fund Charges

The fund fees are summarized below (% of fund value Excluding taxes);

• Fund Management fees:	:	2.0% p.a.
• Custodial fees:	:	0.135%
• Trustee fees;	:	0.10%
• Other expenses include audit fees, publication fees etc.	:	Annual
• Initial and redemption fees	:	0%

#### 4. Fund Past Performance

	1 Month	3 Months	6 Months	1YR	2YR	3YR
<b>Fund</b>	0.71%	1.92%	4.54%	8.35%	13.12%	18.34%
<b>SOFR</b>	0.321	0.96%	2.06%	4.27%	9.66%	15.38%

**\*\* - Please note that past performance is not a reliable indicator of future performance. The Performance data is presented in the fund's base currency, United States Dollars.**

#### 6. Other Information

**Taxation of returns** - The interest income earned from the fund is subject to Withholding Tax.

**Reporting:** All unit holders will receive a monthly statement of their investment and a fact sheet within 10days after end of the month

**Access to fund information;** Approved financial statements, fund trust deeds and Information Memorandum are available to unit holders on our company's website and at the Trustee and fund manager's registered offices.

**Publication Date:** This key investor information is accurate as at 31 January 2026.

##### Service Providers

- Fund Sponsor and Manager - NCBA Investment Bank Limited
- Fund Trustee - KCB Bank Kenya Limited
- Fund Custodian - ABSA Bank Kenya Limited
- Fund Auditors—Deloitte

**Contact Information:** Further details about the Fund can be obtained free of charge from

- The Fund's Trustee, **KCB bank Corporate Trustee**, P. O. Box 30664-00100 Nairobi, Email: trustee@kcbgroup.com, or
- The Fund Manager, **NCBA Investment Bank**, P.O Box 44599-00100, Nairobi Kenya, website <https://investment-bank.ncbagroup.com> or by email [InvestmentTeam@ncbagroup.com](mailto:InvestmentTeam@ncbagroup.com)

##### Disclaimer

This document is for informational purposes only and does not constitute marketing or investment advice. The information is required by regulations to provide the salient features of the fund and the risks of investing in this fund.