

NCBA Equity Fund is a KES-denominated collective investment scheme that aims to generate total returns by investing in a diversified portfolio of equity securities, providing long-term capital growth through dividends and capital gains.

The fund, classified as a medium-high risk investment, allocates at least 60% of the market value of its assets under management to locally listed equities, equities listed in other regulated exchanges, or unlisted equities at all times. Any funds not invested in equities shall only be invested in cash and cash equivalents.

FUND PHILOSOPHY

1. Investment Focus: Pursues capital gains through listed and unlisted equities, diversified locally and offshore within regulatory limits.

2. Subscriptions and redemptions: The fund offers daily subscriptions and top-ups, while maintaining moderate liquidity to ensure investors can redeem their units on a T+1 day basis.

RISK RATING: Moderately Aggressive

Lower Risk ← Higher Risk



FUND INFORMATION

Inception Date: **September 2006**

Base Currency: **KES**

Fund Size: **KES 528.44 million**

Benchmark: **Weighted 60% of NSE 25 & 40% of Average 91-day T-bill**

Fund Manager: **NCBA Investment Bank**

Custodian: **ABSA Bank Kenya Limited**

Trustees: **KCB Bank Kenya Limited**

FEES (calculated as a % of fund value)

Initial & Redemption Fee: **0%**

YTD Total Expense Ratio: **4.03%**

DEALING INFORMATION

Minimum Investment: **KES 1,000**

Minimum Top-Up: **KES 1,000**

Pricing: **Daily Net Asset Value (NAV)**

PORTFOLIO CHARACTERISTICS

Sharpe Ratio (3 year period): **0.03**

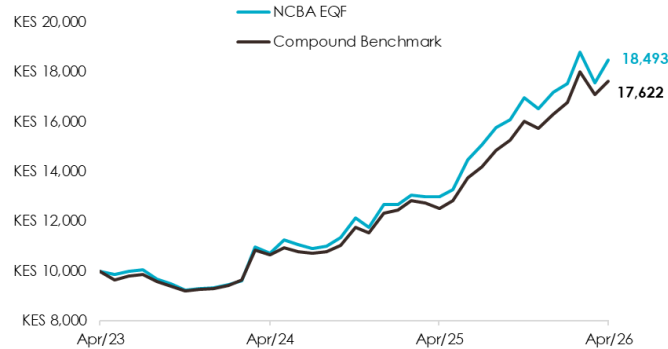
Maximum Drawdown (1 year period): **-6.78%**

Maximum Drawdown (3 year period): **-10.62%**

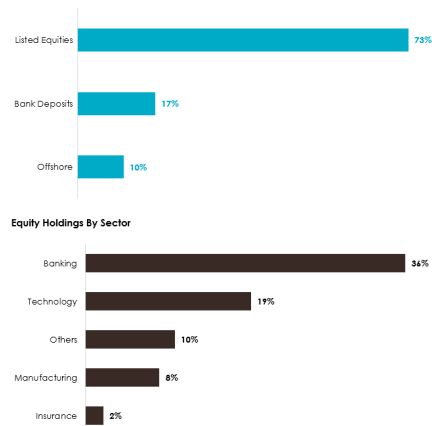
FUND PERFORMANCE

	1 Month	3 Months	6 Months	1YR	2YR (annualized)	3YR (annualized)
Fund	5.16%	4.71%	8.83%	33.41%	27.36%	21.47%
Benchmark	3.03%	4.92%	9.86%	40.77%	28.67%	25.41%

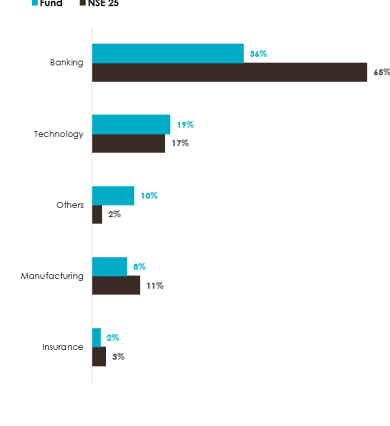
Growth of KES 10,000 assuming reinvestment of interest



Asset Allocation



Sector Exposure Comparison Between the Fund and NSE 25



PORTFOLIO MANAGER'S COMMENTARY

The Fund delivered a strong rebound, outperforming its blended benchmark, as investor sentiment shifted primarily driven by easing geopolitical tensions. Local equities delivered broad-based recovery led by banking and telecommunication sectors as focus remained on the resilience of earnings. Trading activity remained primarily supported by domestic investors, while foreign investors continued to maintain a net selling position amid persistent global risk sensitivity.

From a positioning perspective, the Fund benefited from relative outperformance in banking stocks, while its offshore allocation provided diversification and outperformed in line with the sharp recovery seen in global equities. We remain constructive, focusing on quality, liquidity, and selective growth opportunities as we navigate an environment characterized by evolving global macroeconomic conditions.

Kenneth Mugira
Portfolio Manager

Disclaimer

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