

NCBA Dollar Money Market Fund is a USD-denominated collective investment scheme that invests in a diversified portfolio of interest income earning assets, while ensuring low risk on the principal investment and access to funds on demand.

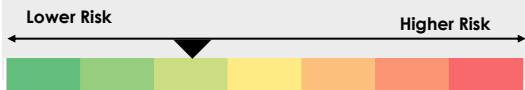
The fund invests in a diversified pool of interest income-earning securities and money market instruments, East African government securities, USD denominated corporate bonds and commercial and USD denominated offshore debt securities.

FUND PHILOSOPHY

1. Investment Focus: The fund focuses on generating stable interest income with minimal credit risk over capital gains.

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

RISK RATING: Moderately Conservative



FUND INFORMATION

Inception Date: **February 2026**

Base Currency: **USD**

Fund Size: **USD 5.22 million**

Benchmark: **Overnight SOFR**

Fund Manager: **NCBA Investment Bank**

Custodian: **ABSA Bank Kenya Limited**

Trustees: **KCB Corporate Trustees Limited**

Auditor: **Deloitte**

FEES (calculated as a % of fund value)

Initial & Redemption Fee: **0%**

YTD Total Expense Ratio: **1.08%**

DEALING INFORMATION

Minimum Investment: **USD 100**

Minimum Top-Up: **USD 50**

Interest Distribution Frequency: **Daily**

Pricing: **Daily Yield**

PORTFOLIO CHARACTERISTICS

Average Daily Yield: **3.32%**

Weighted Average Life: **0.68 yrs**

RISK METRICS

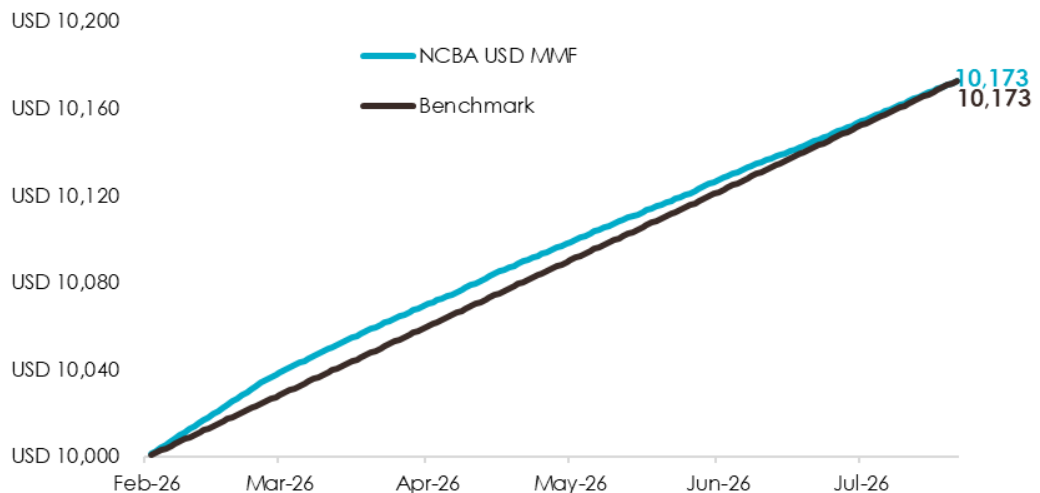
Sharpe Ratio (Since Inception): **0.01**

Maximum Drawdown (Since Inception): **0%**

FUND PERFORMANCE

	1 Month	3 Months	Since Inception
Fund	0.27%	1.03%	2.19%
Benchmark	0.31%	0.93%	1.73%

Cumulative Growth of USD 10,000 assuming reinvestment of interest



PORTFOLIO MANAGER'S COMMENTARY

The Fund delivered a positive return in July, performing broadly in line with the benchmark. Performance was supported by income generated from high-quality, short-duration investments as the portfolio continued to build scale while maintaining a strong focus on liquidity, capital preservation, and credit quality.

The interest rate environment remained supportive for short-term investments during the month as the Federal Reserve maintained its policy rate despite easing inflation. Elevated short-term yields continued to provide attractive income opportunities, allowing the Fund to benefit from prevailing money market rates while maintaining a conservative investment approach.

Looking ahead, the Fund remains well positioned to capitalize on attractive short-term yields while preserving liquidity and maintaining a disciplined focus on high-quality investments. As the portfolio continues to grow, the Fund will remain focused on delivering consistent income through prudent reinvestment and active liquidity management.

Kenneth Mugira
Portfolio Manager

Glossary of Terms

Maximum Drawdown measures the largest percentage decline in value that an investment experiences from its highest point to its lowest point.

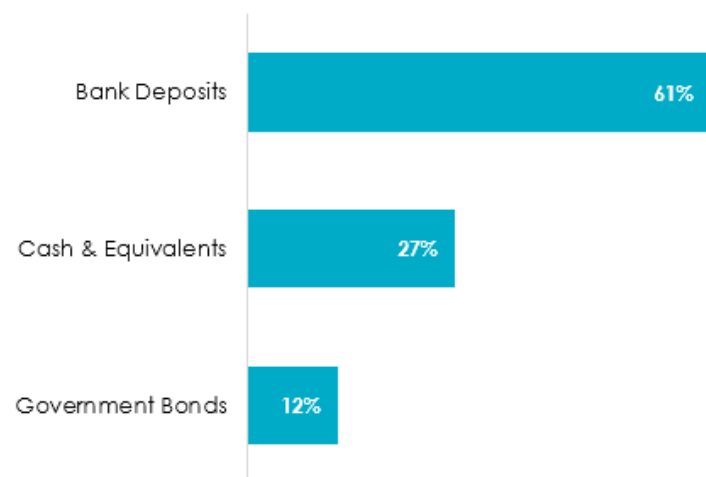
Sharpe Ratio measures the return of an investment per unit of risk. The higher the ratio the higher the risk-adjusted return.

Conservative - Appropriate for investors with a low-risk tolerance and a time horizon less than or equal to 3 years

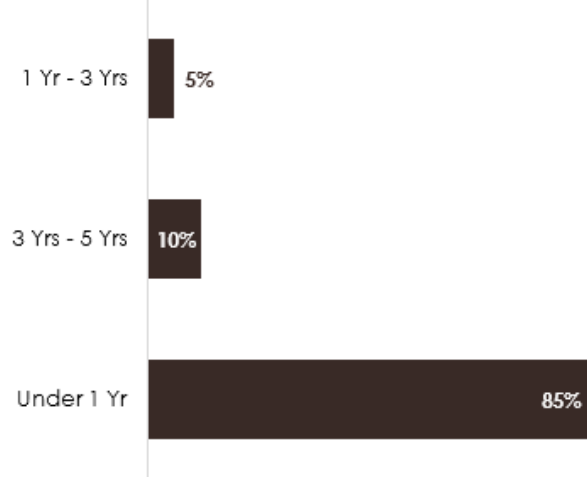
Moderate - Appropriate for investors with medium risk tolerance and a time horizon not longer than 5 years

Aggressive - Appropriate for investors with a high-risk tolerance and a longer time horizon (at least 5 years)

ASSET ALLOCATION



MATURITY PROFILE



HISTORICAL PERFORMANCE

	2026
Mar	0.36%
Apr	0.29%
May	0.26%
Jun	0.27%
Jul	0.28%
Aug	
Sep	
Oct	
Nov	
Dec	
Full Year / YTD	1.47%

Glossary of Terms

Maximum Drawdown measures the largest percentage decline in value that an investment experiences from its highest point to its lowest point.

Sharpe Ratio measures the return of an investment per unit of risk. The higher the ratio the higher the risk-adjusted return.

Conservative - Appropriate for investors with a low-risk tolerance and a time horizon less than or equal to 3 years

Moderate - Appropriate for investors with medium risk tolerance and a time horizon not longer than 5 years

Aggressive - Appropriate for investors with a high-risk tolerance and a longer time horizon (at least 5 years)

U.S. Inflation & Interest Rate Trends

U.S. inflation slowed more than expected in June, easing to an annual rate of 3.5% from 4.2% in May as lower gasoline prices helped cool price growth, with the CPI falling a seasonally adjusted 0.4% for the month. Core CPI, which excludes food and energy, was unchanged on the month at 2.6% year-on-year, also softer than expected and moving closer to the Fed's 2% target.

Despite the cooler inflation print, the Federal Reserve held interest rates steady at 3.50%–3.75% at its July meeting underscoring continued unease among some policymakers over the risk that inflation could reaccelerate, particularly given ongoing uncertainty tied to the US-Iran conflict.

This uncertainty played out across the Treasury curve during the month. Yields in the short end rose modestly, reflects markets pricing in less certainty about near-term cuts while more pronounced repricing happened on the 10yr and 30yr tenors, as investors demanded greater compensation for holding long duration amid persistent policy and fiscal uncertainty.

U.S. Dollar Performance

The U.S. dollar weakened in July, with the U.S. Dollar Index (DXY) declining by 1.3% during the month. The pullback came after the Federal Reserve held rates steady at 3.50%–3.75% at its July meeting, marking the fifth consecutive hold. Markets are now pricing in the possibility of a rate hike rather than a cut, with two 25-basis-point increases anticipated in 2026, first in September and a second hike in December.

On a year-to-date basis, the U.S. Dollar Index has gained 1.6%, underscoring the currency's resilience as investors continue to favor U.S. assets amid persistent global economic and policy uncertainty.

Eurobond Markets

The Kenyan Eurobond market weakened in July as rising global bond yields and heightened investor caution weighed on frontier market debt. Eurobond yields increased across the curve by an average of approximately 40 basis points, with the most pronounced repricing occurring in the medium-term maturities (5–8 years), resulting in lower bond prices.

Despite the sell-off, Kenya's macroeconomic fundamentals remained broadly supportive, underpinned by a stable exchange rate, robust foreign exchange reserves, and improving external balances. However, persistent uncertainty around the global interest rate outlook and investor risk sentiment continues to exert upward pressure on sovereign borrowing costs.

Contact Us

NCBA Investment Bank - Wealth Management

NCBA Annex, Hospital road – Upper Hill,

P.O. Box: **44599 – 00100 Nairobi. Kenya**

Tel: **+254 020 2884444**

Email: unittrustsfunds@ncbagroup.com



[Join our WhatsApp Channel](#)

Disclaimer

The content of this document and any other materials is for information purposes only and should not be construed as financial, investment, legal or tax advice. The returns are not guaranteed, and past performance is not a guarantee of future investment results. There are risks involved in investing in securities, and in certain circumstances, the right to redeem units may be suspended with possible loss of principal. The Capital Markets 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.