MARKET COMMENTARY

- **Global –** The U.S. Federal Reserve (Fed) lowered the federal funds rate by 25 bps to a range of 3.75% – 4.00% during its last monetary policy meeting on 29th October 2025. The decision followed a similar rate cut during the previous Fed meeting held on 17th September 2025, bringing borrowing costs to their lowest level since Q4 2022. Policymakers, however, cited increasing downside risks to employment, while upside risks emanated from inflation, which despite easing significantly from its mid-2022 highs, remains somewhat elevated compared to the 2.0% long-run target. The next interest rate meeting is scheduled for 10th December 2025. ***Source: U.S Federal Reserve***

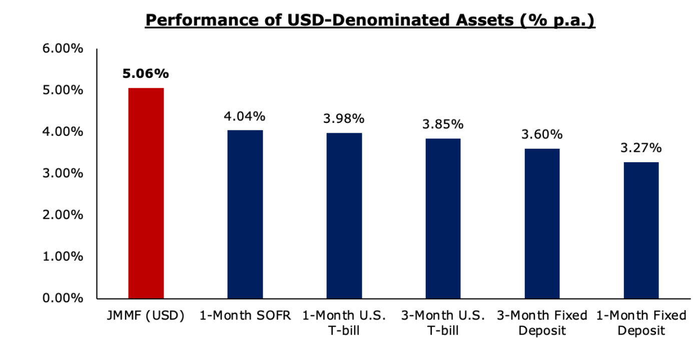
- The European Central Bank (ECB) held its key rate steady at 2.15% for a third consecutive meeting on 30th October 2025. The ECB noted that overall inflation remained close to its 2.0% medium-term target, while the inflation outlook was broadly unchanged. The Eurozone has continued to expand despite a challenging global environment, supported by a robust labour market, solid private-sector consumption and investment, and the impact of previous rate cuts, which altogether underpin the economy's resilience. However, the economic outlook remains uncertain, particularly due to persistent global trade disputes and geopolitical tensions. ***Source: European Central Bank***

- **Regional –** The Bank of Botswana's Monetary Policy Committee (MPC) met on 30th October 2025 and decided to raise the benchmark interest rate by 160 bps to 3.5%. The decision aims to improve monetary policy transmission, support liquidity distribution, and reinforce earlier exchange-rate adjustments that were aimed at preserving hard currency reserves and stabilizing the Botswana Pula. The decision follows a period of weak economic performance with GDP contracting by 5.3% year-on-year (y-o-y) in Q2 2025, mainly due to a continued slump in the mining and quarrying sectors amid weaker global diamond demand. Inflation rose to 3.7% y-o-y in September 2025 but remains within the 3% – 6% target band, with upside risks coming from increases in energy costs and global tariffs. ***Source: Bank of Botswana***

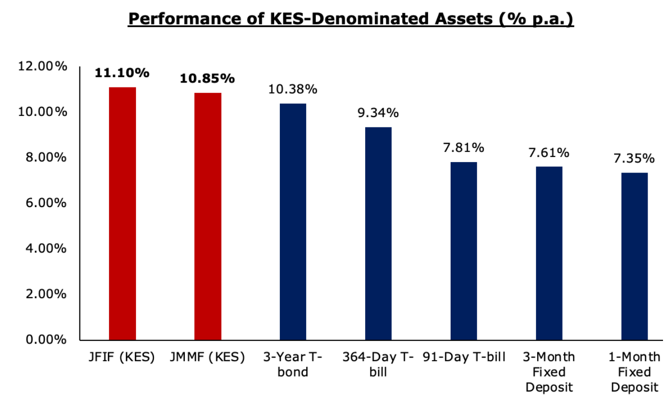
- Nigeria's National Assembly approved an official request from the Nigerian President to borrow USD 2.85 billion from international debt markets, including the country's first-ever issuance of a sovereign sukuk (c. USD 500 million). The new funds are expected to be used to part-finance the 2025 fiscal year's budget deficit, and refinance maturing Eurobonds due in November 2025. The borrowing could be done via the Eurobond market, loan syndication, bridge financing, or directly from international banks. Nigerian authorities are signalling execution of the borrowing plan in Q4 2025 but stressed it would be subject to prevailing market conditions. ***Source: The National Assembly of the Federal Republic of Nigeria***

- **Local –** Kenya's headline inflation rate stood at 4.6% y-o-y in October 2025, unchanged from September 2025 and the highest rate since June 2024. However, inflation continued to remain below the 5.0% mid-point of the Central Bank of Kenya's target range for 17 consecutive months, partly due to weak domestic demand. Meanwhile, core inflation, which excludes volatile price categories, slowed to 2.7% y-o-y in October 2025 from 2.9% in September 2025, while non-core inflation rose to 9.9% y-o-y in October 2025 from 9.6% in September 2025. ***Source: Kenya National Bureau of Statistics***

JUBILEE INVESTMENT FUNDS' PERFORMANCE



Source: U.S. Federal Reserve, U.S. Department of the Treasury, Kenyan Commercial Banks, JAML Research



Source: Central Bank of Kenya, Nairobi Securities Exchange, Kenyan Commercial Banks, JAML Research

- **The Jubilee Money Market Fund (USD)** delivered a weighted average annual yield of 5.06% p.a. during the week, outperforming comparable USD-denominated assets that had an average yield of 3.75% p.a. at the end of the week.
- **The Jubilee Money Market Fund (KES)** delivered a weighted average annual yield of 10.85% p.a. during the week, outperforming comparable KES-denominated assets that had an average yield of 8.50% p.a. at the end of the week.
- **The Jubilee Fixed Income Fixed (KES)** delivered a weighted average annual yield of 11.10% p.a. during the week, outperforming comparable KES-denominated assets that had an average yield of 8.50% p.a. at the end of the week.

Average Effective Annual Yield (p.a.)*	YTD	QTD	MTD
Jubilee Money Market Fund (USD)	5.46%	5.21%	5.21%
Jubilee Money Market Fund (KES)	11.31%	10.67%	10.67%
Jubilee Fixed Income Fund (KES)	11.62%	11.09%	11.09%

** As of 30th October 2025*

THE WEEK AHEAD

November 03, 2025	• FXD1/2021/025 Treasury Bond Coupon Payment (Coupon Rate: 13.9240% p.a.)
	• FXD2/2019/015 Treasury Bond Coupon Payment (Coupon Rate: 12.7340% p.a.)
November 06, 2025	• Bank of England Interest Rate Decision (Current Interest rate: 4.0%)
November 07, 2025	• U.S Unemployment Rate Data (Current Unemployment rate: 4.3%)

KEY MACROECONOMIC AND MARKET PERFORMANCE INDICATORS

MACROECONOMIC AND FINANCIAL STATISTICS

INDICATOR	CURRENT	PREVIOUS
GDP Growth (Y-o-Y)	**5.00%** (Q2 2025)	**4.60%** (Q2 2024)
Central Bank Rate (CBR)	**9.25%** (Oct 2025)	**9.50%** (Aug 2025)
Inflation (Y-o-Y)	**4.60%** (Oct 2025)	**4.50%** (Sep 2025)
91-Day T-bill (p.a.)	**7.81%** (30-Oct-25)	**7.83%** (23-Oct-25)
182-Day T-bill (p.a.)	**7.90%** (30-Oct-25)	**7.87%** (23-Oct-25)
364-Day T-bill (p.a.)	**9.34%** (30-Oct-25)	**9.35%** (23-Oct-25)

MARKET PERFORMANCE (%)

INDICATOR	CLOSING PRICE (31-OCT-25)	W-o-W	2025 YTD	2024
NASI	188.29	4.7%	52.5%	34.1%
NSE-25	4,998.39	4.3%	46.9%	43.0%
NSE-20	3,116.69	2.5%	55.0%	33.9%
NSE-10	1,910.77	5.8%	46.7%	43.5%
USD/KES	129.23	0.0%	0.0%	17.4%
EUR/KES	149.63	0.3%	-11.4%	22.7%
GBP/KES	170.11	1.4%	-4.8%	18.8%
KES/UGX	26.96	-0.1%	-5.1%	17.4%
KES/TZS	19.03	-0.9%	0.3%	18.1%
KES/RWF	11.24	0.0%	4.9%	33.3%

Note: Positive percentages indicate appreciation of the KES against the paired currency, while negative percentages indicate depreciation of the KES against the paired currency.

Disclaimer:

The effective annual yield is net of fees and gross of withholding tax. The indicative rate of return shall not be guaranteed, and past performance does not guarantee future investment performance. In certain circumstances, the right to redeem units may be suspended. 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. Jubilee Asset Management Limited is licensed as a Fund Manager by the Capital Markets Authority.