MARKET COMMENTARY

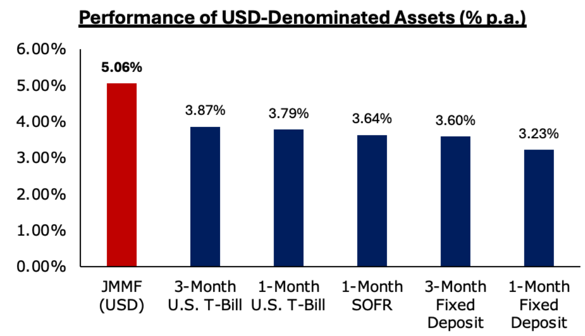
- **Global –** The UK labour market remained resilient despite slowing economic momentum, with the unemployment rate holding steady at 4.9% in the three months to May 2026, defying expectations. Total employment increased by 148,000 to 34.48 million, the strongest quarterly gain since July 2025, while the number of unemployed fell by 17,000 to 1.76 million. At the same time, UK inflation eased to 2.6% in June 2026 from 2.8% in May 2026 driven by lower transport and fuel costs, softer food inflation, and falling prices for clothing and household goods. The combination of easing inflation and a resilient labour market strengthens expectations that the Bank of England may have greater scope to gradually ease monetary policy later this year, provided inflation continues to moderate. ***Source*: *Office for National Statistics (ONS).***

- The European Central Bank (ECB) left its key interest rates unchanged at its 23rd July 2026 meeting, following a 25bps increase in June, the first rate hike in three years, driven by rising energy prices and persistent inflationary pressures. Since then, policymakers have struck a more cautious tone, adopting a "wait-and-see" approach as softer inflation, wage growth, economic activity, and inflation expectations have reduced the urgency for another move. The ECB said the outlook for energy prices remains broadly in line with its June projections despite continued volatility, while warning that uncertainty remains high and the full inflationary impact of the energy shock has yet to emerge. Policymakers also noted they will continue to monitor its broader effects on inflation and the economy. At the post-meeting press conference, ECB president warned that the longer energy prices remain elevated, "the more likely they are to drive up broader inflation through indirect and second-round effects. ***Source*: *European Central Bank.***

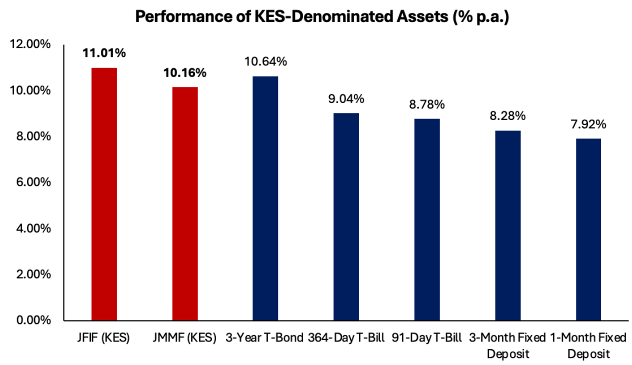
- **Regional –** The Central Bank of Nigeria (CBN) maintained its Monetary Policy Rate (MPR) at 26.5% following its July 2026 Monetary Policy Committee meeting, prioritising inflation control and exchange rate stability despite mounting calls for lower borrowing costs. The Bank also retained the Cash Reserve Ratio (CRR) at 45% for commercial banks and 16% for merchant banks, while Nigeria's headline inflation eased marginally to 15.91% in June 2026 from 15.93% in May 2026. Although businesses continue to face lending rates exceeding 30%, the CBN noted improving macroeconomic conditions, with foreign exchange reserves rising above USD 52 billion—their highest level since 2009—and private sector credit increasing to NGN 81.04 trillion in May 2026 from NGN 80.59 trillion in April 2026. While some economists argue that moderating inflation creates room for gradual monetary easing, the CBN continues to prioritise price stability and investor confidence. ***Source*: *Central Bank of Nigeria***

- **Local –** In the primary bond market, the Government of Kenya re-opened the FXD1/2022/025 and FXD1/2019/020 Treasury bonds (T-bonds), seeking to raise KES 40 billion for budgetary support. Investors submitted bids worth KES 85.9 billion, resulting in an overall subscription rate of 214.8%, with the government accepting KES. 63.2 billion. Demand was heavily concentrated on the longer-dated FXD1/2022/025 T-bond, which attracted KES 61.96 billion in bids, compared with KES 23.97 billion for the FXD1/2019/020 T-bond. The FXD1/2022/025 and FXD1/2019/020 T-bonds settled at weighted average yields to maturity of 14.4432% p.a. and 13.9234% p.a., respectively. ***Source*: *Central Bank of Kenya***

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 3.63% p.a. as of the end of the week.
- **The Jubilee Money Market Fund (KES)** delivered a weighted average annual yield of 10.16% p.a. during the week, outperforming comparable KES-denominated assets that had an average yield of 8.93% p.a. as of the end of the week.
- **The Jubilee Fixed Income Fund (KES)** delivered a weighted average annual yield of 11.01% p.a. during the week, outperforming comparable KES-denominated assets that had an average yield of 8.93% p.a. as of the end of the week.

Average Effective Annual Yield (p.a.)*	YTD	QTD	MTD
Jubilee Money Market Fund (USD)	5.00%	4.92%	4.92%
Jubilee Money Market Fund (KES)	10.27%	10.12%	10.12%
Jubilee Fixed Income Fund (KES)	11.92%	10.95%	10.95%

* *As of 16th July 2026*

THE WEEK AHEAD

July 29, 2026	• U.S Federal Reserve Benchmark Interest Rate Decision (Current Benchmark Interest Rate: 3.75%)
July 30, 2026	• U.K Bank of England Benchmark Interest Rate Decision (Current Benchmark Interest Rate: 3.75%)
	• U.S Q2 GDP Growth Rate (Q1 rate: 2.1%)
	• U.S. Core PCE Growth Rate (MoM)
	• TPS Eastern Africa Final Dividend Payment (KES 0.35 per share)
July 31, 2026	• Nairobi Securities Exchange PLC Final Dividend (KES 1.00 per share)
	• TotalEnergies Marketing Kenya Dividend Payment Date (KES 3.45 per share)
	• Safaricom-Annual General Meeting 2026
	• EABL Announcement of audited results for the financial year ending 30th June 2026
	• Centum Announcement of FY 2026 Full-year Financial Performance

KEY MACROECONOMIC AND MARKET PERFORMANCE INDICATORS

MACROECONOMIC AND FINANCIAL STATISTICS

INDICATOR	CURRENT	PREVIOUS
Real GDP Growth (Y-o-Y)	**5.3%** (Q1 2026)	**4.9%** (Q1 2025)
Central Bank Rate (CBR)	**8.75%** (June 2026)	**8.75%** (April 2026)
KES Overnight Interbank Average (KESONIA)	**8.7500%** (23-July-26)	**8.7469%** (16-July-26)
Headline Inflation (Y-o-Y)	**6.4%** (June 2026)	**6.7%** (May 2026)
91-Day T-bill (p.a.)	**8.7821%** (23-July-26)	**8.7986%** (16-July-26)
182-Day T-bill (p.a.)	**8.9545%** (23-July-26)	**8.9695%** (16-July-26)
364-Day T-bill (p.a.)	**9.0361%** (23-July-26)	**9.0415%** (16-July-26)

MARKET PERFORMANCE (%)

INDICATOR	CLOSING PRICE (24-JULY-26)	W-o-W	2026 YTD	2025
NASI	233.47	0.8%	25.1%	51.1%
NSE-25	6,474.91	0.9%	27.0%	49.8%
NSE-20	3,997.50	1.0%	27.3%	56.1%
NSE-10	2,507.51	1.2%	27.6%	50.9%
USD/KES	129.53	-0.2%	0.0%	0.2%
EUR/KES	147.36	0.5%	0.1%	-12.8%
GBP/KES	172.75	1.1%	-0.6%	-7.0%
KES/UGX	29.06	1.9%	2.5%	-1.2%
KES/TZS	20.30	-0.2%	0.1%	0.2%
KES/RWF	11.33	-0.1%	0.2%	5.3%

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

***Source**: Kenya National Bureau of Statistics, Central Bank of Kenya, Nairobi Securities Exchange, JAML Research*

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.