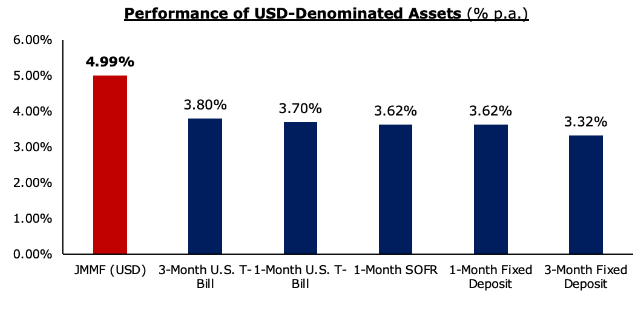
MARKET COMMENTARY

- **Global –** The United Kingdom (UK) economy expanded by 0.4% quarter-on-quarter in Q2 2026, slowing from a 0.6% growth in Q1 2026. Services output slowed to 0.5% in Q2 2026 from 0.8% in Q1 2026, led by information and communication, which increased by 2.7%. Production showed no growth as gains in manufacturing, and mining and quarrying were offset by declines in electricity, gas, and water. Construction output increased by 0.3%, supported by gains in both new work and repair and maintenance. On the expenditure side, growth was mainly driven by a 1.2% increase in gross fixed capital formation and a 0.3% rise in household consumption, while government consumption fell 0.3%. On an annual basis, UK GDP expanded by 1.2% in Q2 2026, accelerating from a 0.9% growth rate in Q1 2026. ***Source: UK Office for National Statistics.***

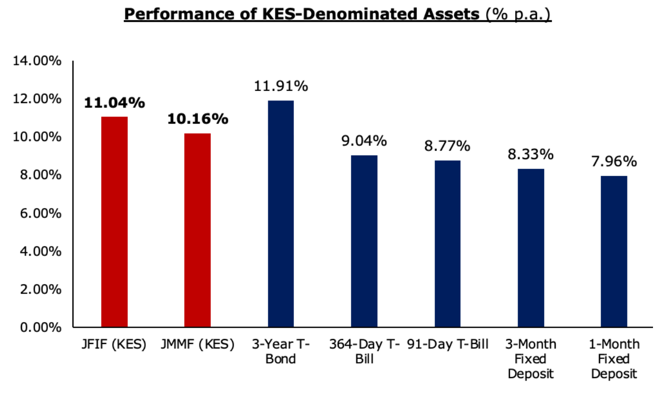
- **Regional –** The Bank of Uganda (BoU) maintained the Central Bank Rate (CBR) at 9.75% at its monetary policy meeting on 13th August 2026, adopting a cautious stance despite an improved inflation outlook. Headline inflation accelerated to 4.0% in July 2026 from 3.7% in June 2026, driven mainly by higher fuel, energy and food prices. The BoU revised its inflation forecast downward, supported by lower international oil prices and a more stable Ugandan Shilling, with headline inflation forecasted at a range of 5.5% - 6.0% over the next 12 months. Economic activity remains resilient, with growth estimated at 6.4% in FY 2025/26 and projected to accelerate to 7.0% - 7.5% in FY 2026/27, underpinned by stronger credit growth, government spending, rising investment and the anticipated boost from oil production. However, the BoU highlighted upside risks to inflation from geopolitical tensions, oil price volatility, exchange rate pressures and adverse weather conditions, while downside risks to growth stem from global trade disruptions and ongoing external uncertainties. ***Source: Bank of Uganda.***

- **Local –** In the primary bond market, the Government of Kenya re-opened three tax-free Infrastructure Bonds (IFBs): IFB1/2019/016, with 9.3 years to maturity and coupon rate of 11.7500%, IFB1/2021/018, with 12.7 years to maturity and coupon rate of 12.6670%, and IFB1/2021/021, with 16.2 years to maturity and coupon rate of 12.7370%; seeking to raise KES 150 billion to fund infrastructure projects in the fiscal year. Investors submitted bids worth KES 460.4 billion, resulting in an overall subscription rate of 306.9%, with the government accepting KES 312 billion, of which KES 144 billion were non-competitive bids. The IFB1/2019/016, IFB1/2021/018 and IFB1/2021/021 Treasury Bonds settled at weighted average yields to maturity of 12.1960%, 12.6877% p.a. and 13.0520%, respectively. Against August 2026 redemptions of KES 118.1 billion, the auction delivered net new borrowing of KES 193.9 billion, easing near-term pressure on the domestic borrowing programme. ***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 4.99% p.a. during the week, outperforming comparable USD-denominated assets that had an average yield of 3.61% 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 9.20% p.a. as of the end of the week.
- **The Jubilee Fixed Income Fund (KES)** delivered a weighted average annual yield of 11.04% p.a. during the week, outperforming comparable KES-denominated assets that had an average yield of 9.20% p.a. as of the end of the week.

Average Effective Annual Yield (p.a.)*	YTD	QTD	MTD
Jubilee Money Market Fund (USD)	4.98%	4.88%	4.71%
Jubilee Money Market Fund (KES)	10.51%	10.12%	10.13%
Jubilee Fixed Income Fund (KES)	10.92%	10.96%	10.97%

***** As of 13th August 2026***

THE WEEK AHEAD

August 17, 2026	• FXD1/2016/010 Treasury Bond Coupon Payment (Coupon Rate: 15.0390% p.a.) & Redemption
	• FXD1/2018/010 Treasury Bond Coupon Payment (Coupon Rate: 12.6860% p.a.)
	• FXD1/2019/010 Treasury Bond Coupon Payment (Coupon Rate: 12.4380% p.a.)
	• FXD1/2020/015 Treasury Bond Coupon Payment (Coupon Rate: 12.7560% p.a.)
	• IFB1/2017/012 Infrastructure Bond Coupon Payment (Coupon Rate: 12.5000% p.a.)
	• IFB1/2020/011 Infrastructure Bond Coupon Payment (Coupon Rate: 10.9000% p.a.) & Partial Amortization
	• IFB1/2022/019 Infrastructure Bond Coupon Payment (Coupon Rate: 12.9650% p.a.)
	• IFB1/2024/8.5 Infrastructure Bond Coupon Payment (Coupon Rate: 18.4607% p.a.)
	• Liberty Kenya Holdings Plc Release of HY 2026 Financial Results
August 18, 2026	• Co-operative Bank Kenya Limited Release of HY 2026 Financial Results
	• Absa Bank Kenya PLC Release of HY 2026 Financial Results
August 19, 2026	• Standard Chartered Bank Kenya Limited Release of HY 2026 Financial Results
	• Kenya Mortgage Refinance Company Release of HY 2026 Financial Results
	• Deadline for Comments on Kenya's Draft 2026 Budget Review & Outlook Paper
August 20, 2026	• Equity Group Holdings PLC Release of HY 2026 Financial Results
	• BOC Kenya PLC Release of HY 2026 Financial Results
	• Tender Offer Results on Acquisition of 896 million Additional Shares of Absa Bank Kenya PLC by Absa Group Limited & Settlement
August 21, 2026	• Sameer Africa PLC Release of HY 2026 Financial Results
	• Diamond Trust Bank Kenya Limited Release of HY 2026 Financial Results
	• WPP ScanGroup PLC Release of HY 2026 Financial Results

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%** (August 2026)	**8.75%** (June 2026)
KES Overnight Interbank Average (KESONIA)	**8.7482%** (13-Aug-26)	**8.7541%** (06-Aug-26)
Headline Inflation (Y-o-Y)	**6.5%** (June 2026)	**6.4%** (June 2026)
91-Day T-bill (p.a.)	**8.7734%** (13-Aug-26)	**8.7820%** (06-Aug-26)
182-Day T-bill (p.a.)	**8.9500%** (13-Aug-26)	**8.9500%** (06-August-26)
364-Day T-bill (p.a.)	**9.0365%** (13-Aug-26)	**9.0042%** (06-Aug-26)

MARKET PERFORMANCE (%)

INDICATOR	CLOSING PRICE (7 - AUG -26)	W-o-W	2026 YTD	2025
NASI	238.13	1.3%	27.6%	51.1%
NSE-25	6,637.29	1.5%	30.2%	49.8%
NSE-20	4,136.12	0.6%	31.8%	56.1%
NSE-10	2,587.63	2.3%	31.7%	50.9%
USD/KES	129.23	0.1%	-0.2%	0.2%
EUR/KES	149.15	0.3%	1.5%	-12.8%
GBP/KES	174.45	0.1%	0.5%	-7.0%
KES/UGX	28.70	-0.3%	2.3%	-1.2%
KES/TZS	20.46	0.0%	7.6%	0.2%
KES/RWF	11.36	0.1%	0.6%	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*