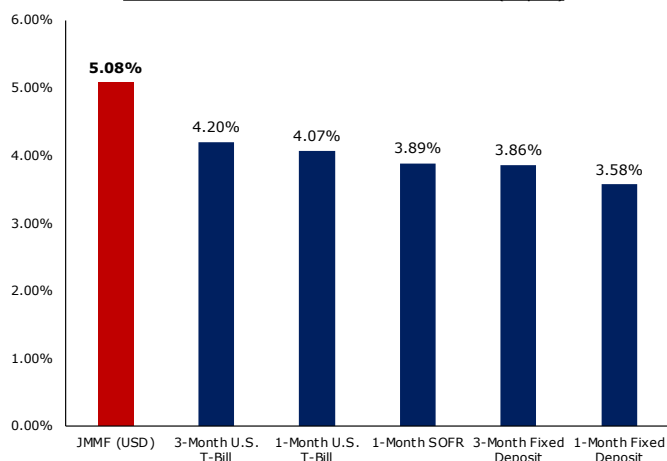


MARKET COMMENTARY

- Global** – U.S. annual inflation rate accelerated to 3.7% in September 2026 from 3.4% in August 2026, the fastest monthly increase since March 2026. The rise was led by energy costs, with gasoline prices increasing by 9.1% during the month and accounting for more than half of the overall Consumer Price Index (CPI) increase. Inflation also accelerated for shelter, to 3.2% in September 2026 from 3.0% in August 2026, but slowed for food to 2.5% from 2.7%. On a monthly basis, the CPI went up 0.6% in September compared to 0.4% in August. Core inflation – which excludes volatile price items – rose to 2.6% in September 2026 from 2.4% in August 2026. The reading shows that inflation may remain above the Federal Reserve's 2.0% target, making another near-term rate cut less likely and keeping upward pressure on U.S. Treasury Bond yields and the U.S. Dollar. **Source: U.S. Bureau of Labor Statistics (BLS)**
- Regional** – The Bank of Uganda raised its Central Bank Rate by 2.25 percentage points to 12.0% from 9.75% at a special Monetary Policy Committee meeting on 14th October 2026. The decision came as inflationary pressures increased and the Ugandan Shilling depreciated by 11.0% against the U.S. Dollar, raising the cost of imported fuel and other goods. Headline inflation accelerated to 4.6% in September 2026 from 4.1% in August 2026, while energy, fuel and utilities inflation stood at 14.5%, with petrol and diesel prices up 30.9% and 42.5% year-on-year, respectively. The sharp rate hike is therefore aimed at supporting the local currency and preventing higher import costs from spreading further through the economy. The trade-off is that tighter policy should make local fixed income assets more attractive and may help stabilise the Ugandan Shilling, but it will also raise borrowing costs for households and businesses and could slow credit growth and investment. **Source: Bank of Uganda**
- Local** – Kenya's economy grew by 5.1% in Q2 2026, slower than the 5.3% recorded in Q1 2026 but faster than the 4.9% recorded in Q2 2025, pointing to stronger performance compared to a year earlier despite mounting cost pressures. Growth was held back by two main factors: (i) average crude oil prices surged to USD 104.45 per barrel from USD 67.44 a year earlier, raising transport and production costs, and (ii) the early end of the March – May long rains disrupted crop development, slowing growth in agriculture, forestry and fishing to 3.5% from 4.0%. On the positive side, transport and storage grew by 4.4% from 3.3%, supported by a 17.7% rise in Standard Gauge Railway (SGR) cargo and a 5.0% increase in throughput at the Port of Mombasa. Manufacturing growth also picked up to 2.2% from 1.3%, as cement production rose by 10.5% and sugar output nearly doubled. However, construction slowed to 6.0% from 7.3%, while accommodation and food services eased to 7.4% from 12.8%, pointing to softer momentum in the hospitality sector. Meanwhile, inflation rose to 6.23% in Q2 2026 from 3.89% in Q2 2025, adding to pressure on household budgets. Overall, the data shows that Kenya's economy remains resilient, but higher fuel costs and weather-related disruptions are starting to weigh on growth. **Source: Kenya National Bureau of Statistics (KNBS)** CBK's foreign exchange reserves stood at USD 14,702 million (5.9 months of import cover), providing an adequate buffer against short-term shocks. Overall, the MPC's decision to maintain its current monetary policy stance aims to keep inflation expectations anchored within the target range and maintain exchange rate stability, while it continues to monitor global oil prices and any second-round effects on inflation. The MPC is scheduled to meet again in December 2026. **Source: Central Bank of Kenya (CBK)**

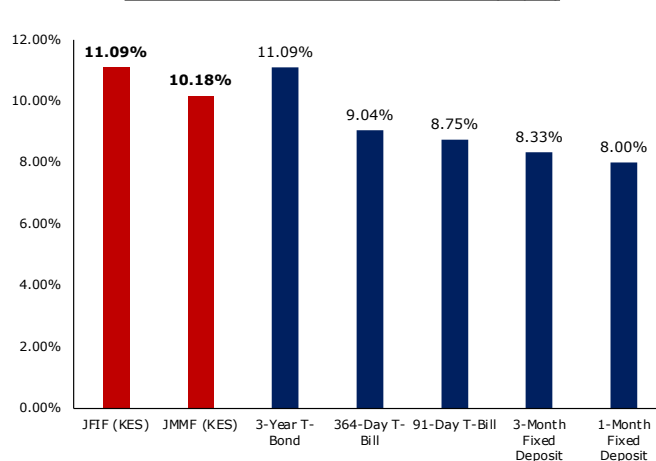
JUBILEE INVESTMENT FUNDS' PERFORMANCE

Performance of USD-Denominated Assets (% p.a.)



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

Performance of KES-Denominated Assets (% p.a.)



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 5.08% p.a. during the week, outperforming comparable USD-denominated assets that had an average yield of 3.92% p.a. as of the end of the week.
- **The Jubilee Money Market Fund (KES)** delivered a weighted average annual yield of 10.18% p.a. during the week, outperforming comparable KES-denominated assets that had an average yield of 9.04% p.a. as of the end of the week.
- **The Jubilee Fixed Income Fund (KES)** delivered a weighted average annual yield of 11.09% p.a. during the week, outperforming comparable KES-denominated assets that had an average yield of 9.04% p.a. as of the end of the week.

Average Effective Annual Yield (p.a.)*	YTD	QTD	MTD
Jubilee Money Market Fund (USD)	5.02%	5.10%	5.10%
Jubilee Money Market Fund (KES)	10.28%	10.23%	10.23%
Jubilee Fixed Income Fund (KES)	10.99%	11.12%	11.12%

* As of 15th October 2026

THE WEEK AHEAD

October 19, 2026	• FXD1/2022/015 Treasury Bond Coupon Payment (Coupon Rate: 13.9420% p.a.)
	• FXD1/2022/025 Treasury Bond Coupon Payment (Coupon Rate: 14.1880% p.a.).
	• FXD1/2026/030 Treasury Bond Coupon Payment (Coupon Rate: 12.5000% p.a.)
	• IFB1/2019/016 Treasury Bond Coupon Payment (Coupon Rate: 11.7500% p.a.)
	• Reopened SDB1/2011/030 (Coupon Rate: 12.0000% p.a.) & FXD1/2026/030 (Coupon Rate: 12.5000% p.a.) Settlement Date
	• BOC Kenya PLC Interim Dividend Payment (KES 4.00 per share)
	• East African Breweries PLC Limited Final Dividend Book Closure (Dividend: KES 8.70 per share; Payment Date: 31st October 2026)
October 20, 2026	• UK Annual Unemployment Rate Data Release for August 2026 (Current Unemployment Rate: 4.9% y/y)
October 21, 2026	• UK Annual Headline & Core Inflation Rates Data Release for September 2026 (Current Headline Inflation Rate: 3.1% y/y; Current Core Inflation Rate: 2.6% y/y)

KEY MACROECONOMIC AND MARKET PERFORMANCE INDICATORS

MACROECONOMIC AND FINANCIAL STATISTICS			MARKET PERFORMANCE (%)				
INDICATOR	CURRENT	PREVIOUS	INDICATOR	CLOSING PRICE (09 - OCT -26)	W-o-W	2026 YTD	2025
Real GDP Growth (Y-o-Y)	5.1% (Q1 2026)	4.9% (Q1 2025)	NASI	243.46	-0.6%	30.5%	51.1%
Central Bank Rate (CBR)	8.75% (07-Oct-2026)	8.75% (11 -August 2026)	NSE-25	6,829.30	-1.9%	34.0%	49.8%
KES Overnight Interbank Average (KESONIA)	8.7504% (15-Oct-2026)	8.7510% (08-Oct-2026)	NSE-20	4,262.03	-1.2%	35.8%	56.1%
Headline Inflation (Y-o-Y)	6.80% (September 2026)	6.60% (August 2026)	NSE-10	2,684.85	1.8%	36.6%	50.9%
91-Day T-bill (p.a.)	8.7500% (15-Oct-2026)	8.7615% (08-Oct-2026)	USD/KES	129.89	0.0%	-0.7%	0.2%
182-Day T-bill (p.a.)	8.8600% (15-Oct-2026)	8.8744% (08-Oct-2026)	EUR/KES	145.81	0.1%	3.9%	-12.8%
364-Day T-bill (p.a.)	9.0383% (15-Oct-2026)	9.0352% (08-Oct-2026)	GBP/KES	172.74	-0.4%	0.5%	-7.0%
			KES/UGX	31.17	-1.0%	11.1%	-1.2%
			KES/TZS	20.36	0.0%	7.0%	0.2%
			KES/RWF	11.35	0.2%	0.5%	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.