

MARKET COMMENTARY

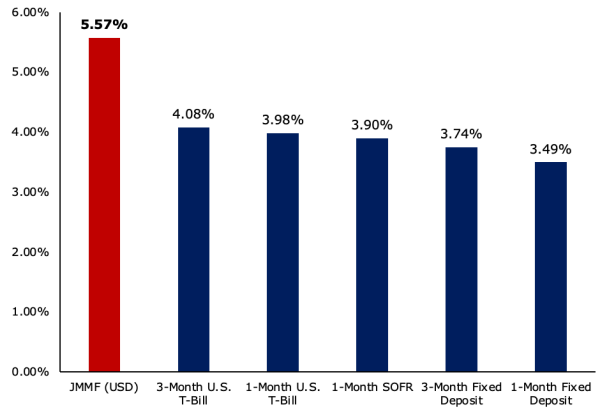
- **Global –** The U.S. Federal Reserve kept its benchmark interest rate unchanged at 3.75%–4.00% at its October 28, 2026 meeting, following the 0.25% increase in September. The decision came as the U.S. economy continued to show strong momentum, with real GDP expanding at an annualised 3.4% in Q3 2026, up from 2.2% in Q2 2026, supported by stronger investment, consumer spending and government expenditure. At the same time, inflation remained elevated, with the Fed's preferred annual PCE inflation measure accelerating to 3.6% in September 2026 from 3.4% in August, while annual core PCE inflation picked up to 3.1% from 3.0%. Two U.S. Federal Open Market Committee (FOMC) members voted for another 0.25% hike, highlighting continued concern over inflation. The combination of strong economic growth and persistent price pressures gives the Fed little urgency to lower rates, suggesting U.S. borrowing costs and bond yields may remain elevated for longer. ***Source: U.S. Federal Reserve; U.S. Bureau of Economic Analysis (BEA)***

- **Regional –** South Africa's annual producer inflation accelerated to 6.2% in September 2026 from 5.0% in August, while producer prices rose by 1.0% month-on-month. The increase was largely driven by coke, petroleum, chemical, rubber and plastic products, where prices rose 19.1% year-on-year (y/y) and contributed 4.1 percentage points to overall producer inflation. This reflects the continued effect of higher fuel and energy costs on businesses, with manufacturers facing more expensive transport, raw materials and production inputs. If firms continue passing these higher costs on to consumers, the pressure could eventually show up in headline inflation, reducing the room available to the South African Reserve Bank to ease interest rates. ***Source: Statistics South Africa***

- **Local –** Kenya's annual inflation rate accelerated sharply to 7.3% in October 2026 from 6.8% in September, placing inflation just below the 7.5% upper limit of the Central Bank of Kenya's (CBK's) target range and marking its highest level in more than three years. The increase was mainly driven by transport costs, which rose 17.1% year-on-year (y/y), alongside food and non-alcoholic beverages at 10.2% and housing, water, electricity, gas and other fuels at 3.7%. Together, these three categories account for more than 57% of the consumer basket, meaning the increase is concentrated in areas that directly affect household spending. The rise also reflects October's higher fuel prices feeding through into transport and other costs, leaving the CBK with less room to lower interest rates aggressively while inflation remains close to the top of its target range. ***Source: Kenya National Bureau of Statistics (KNBS)***

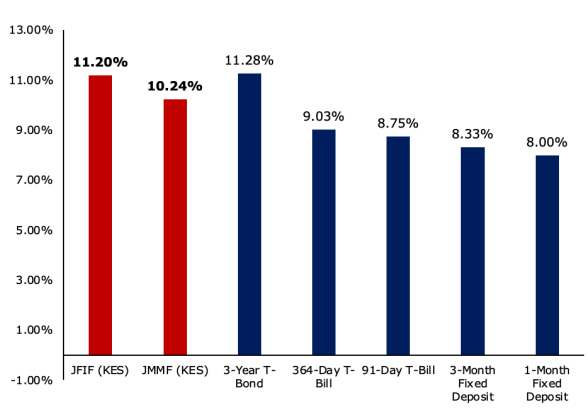
JUBILEE INVESTMENT FUNDS' PERFORMANCE

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 5.57% p.a. during the week, outperforming comparable USD-denominated assets that had an average yield of 3.84% p.a. as of the end of the week.

- **The Jubilee Money Market Fund (KES)** delivered a weighted average annual yield of 10.24% p.a. during the week, outperforming comparable KES-denominated assets that had an average yield of 9.08% p.a. as of the end of the week.

- **The Jubilee Fixed Income Fund (KES)** delivered a weighted average annual yield of 11.20% p.a. during the week, outperforming comparable KES-denominated assets that had an average yield of 9.08% p.a. as of the end of the week.

Average Effective Annual Yield (p.a.)*	YTD	QTD	MTD
Jubilee Money Market Fund (USD)	5.04%	5.32%	5.32%
Jubilee Money Market Fund (KES)	10.28%	10.21%	10.21%
Jubilee Fixed Income Fund (KES)	10.99%	11.11%	11.11%

* *As of October 29, 2026*

THE WEEK AHEAD

November 3, 2026	• U.S. Midterm Elections
	• U.S. JOLTS Job Openings Data Release for September 2026
	• Longhorn Publishers PLC Release of FY 2026 Financial Results
November 4, 2026	• Kenya Power & Lighting Company PLC Issuance of 2026 AGM Notice
	• U.S. ADP Employment Change Data Release for October 2026
	• U.S. ISM Services PMI Data Release for October 2026
November 5, 2026	• Bank of England (BoE) Interest Rate Decision (Current Interest Rate: 3.75%)
	• Kenya Electricity Generating Company PLC Release of Abridged FY 2026 Financial Results
	• Safaricom PLC Release of FY 2027 Half-Year Unaudited Financial Results
November 6, 2026	• U.S. Non-Farm Payrolls and Unemployment Rate Data Release for October 2026
	• Results Announcement of the Quickmart IPO (IPO Price: KES 7.50)

KEY MACROECONOMIC AND MARKET PERFORMANCE INDICATORS

MACROECONOMIC AND FINANCIAL STATISTICS

INDICATOR	CURRENT	PREVIOUS
Real GDP Growth (Y-o-Y)	**5.1%** (Q2 2026)	**4.9%** (Q2 2025)
Central Bank Rate (CBR)	**8.75%** (07-Oct-2026)	**8.75%** (11-Aug-2026)
KES Overnight Interbank Average (KESONIA)	**8.7505%** (29-Oct-2026)	**8.7502%** (22-Oct-2026)
Headline Inflation (Y-o-Y)	**7.3%** (October 2026)	**6.8%** (September 2026)
91-Day T-bill (p.a.)	**8.7498%** (29-Oct-2026)	**8.7478%** (22-Oct-2026)
182-Day T-bill (p.a.)	**8.8508%** (29-Oct-2026)	**8.8591%** (22-Oct-2026)
364-Day T-bill (p.a.)	**9.0288%** (29-Oct-2026)	**9.0267%** (22-Oct-2026)

MARKET PERFORMANCE (%)

INDICATOR	CLOSING PRICE (30 - OCT -26)	W-o-W	2026 YTD	2025
NASI	257.36	9.6%	37.9%	51.1%
NSE-25	7,309.35	10.1%	43.4%	49.8%
NSE-20	4,584.81	9.8%	46.1%	56.1%
NSE-10	2,872.45	11.2%	46.2%	50.9%
USD/KES	129.95	0.0%	-0.7%	0.2%
EUR/KES	144.74	0.4%	4.6%	-12.8%
GBP/KES	173.20	0.2%	0.3%	-7.0%
KES/UGX	33.43	0.9%	19.1%	-1.2%
KES/TZS	20.32	-0.2%	6.8%	0.2%
KES/RWF	11.35	-0.1%	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.

