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Money Market Fund-USD

Factsheet March 2026

Fund Features	
Fund Structure	Unit Trust
Inception Date	14th July 2022
Risk Profile	Low
Fund Manager	KCB Asset Management Limited
Trustee	Co-operative Bank of Kenya
Custodian	National Bank of Kenya

Investment Terms	
Minimum Investment	USD 100.0
Minimum Additional Investment	USD 100.0
Initial Fee	Nil
Annual Management Fee:	0.5% p.a.
Average Effective Annual Yield - March 2026	3.7%
Distribution	Monthly

Market Commentary:

Exchange rates The Kenyan shilling depreciated during the month of March 2026 to close at KES 129.93 against the US dollar. The shilling averaged KES 129.43 against the US dollar in March 2026. The mean exchange rate for KES against the US Dollar, Sterling Pound and Euro was 129.43, 172.87 and 149.85 respectively for the month of March 2026.

Remittance inflows to Kenya totaled USD 412.7 million in February 2026 from USD 382.2 million in February 2025, an increase of 8.0%. The 12 months cumulative inflows to February 2026 increased by 1.9% to USD 5,051 million compared to USD 4,956 million in a similar period in 2025. Remittance inflows remain a key source of foreign exchange earnings and continue to support the balance of payments.

The usable foreign exchange reserves remained adequate at USD 14,022 million (6.0 months of import cover) as of March 26. This meets the CBK's statutory requirement to endeavor to maintain at least 4 months of import cover.

Inflation:

In February, year-on-year headline inflation in the G7 area was stable at 2.1%, increasing in only France (1.1% from 0.4% in January) and Italy (1.6% from 1.0% in January). In Italy, the rise was fuelled by an acceleration in services inflation, whereas in France, core inflation increased. In Canada, a base effect related to the end of a temporary tax reduction in February 2025 contributed to the decline in inflation. Headline inflation slightly declined in Germany and Japan, while in the United Kingdom and the United States, the only G7 countries with inflation above 2%, it remained stable. Core inflation continued to be the main driver of headline inflation across all G7 countries.

Concerns about global inflation remains elevated due to supply chain disruptions attributed to the war in Iran. As we enter week 6 of the Geopolitical tensions in the Middle East, there are potential macroeconomic impacts to the global economy and Sub-Saharan Africa (SSA).

Interest rates: At its March 2026 meeting the Federal reserve maintained the federal funds rate at 3.5%–3.75%, indicating that future policy decisions will remain data-dependent and responsive to evolving economic conditions, with close monitoring of labor markets, inflation trends, and global developments.

The Federal Reserve noted that economic activity continues to expand at a solid pace, with stable unemployment and somewhat elevated inflation. While uncertainty around the outlook remains high, partly due to geopolitical risks, the Committee reaffirmed its commitment to achieving maximum employment and returning inflation to its 2% target.

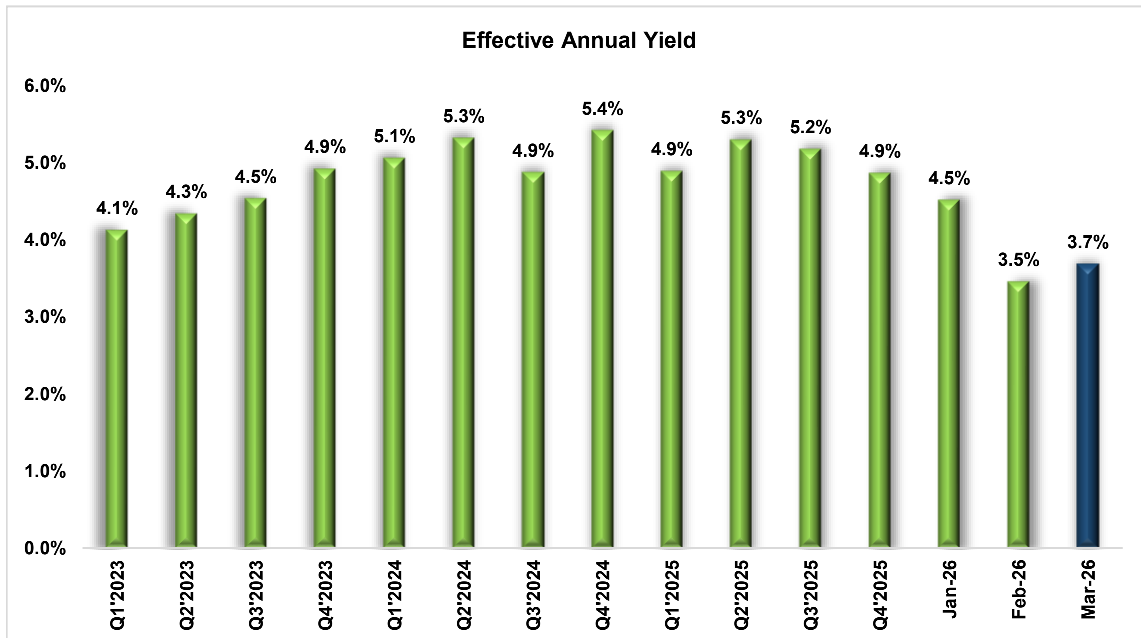
Fund Outlook: The outlook for the KCB USD Money Market Fund remains positive, especially for investors seeking exposure to foreign currency. Despite recent global economic fluctuations, the fund continues to offer competitive returns. The fund benefits from the stability of the US dollar and provides excellent liquidity, allowing investors easy access to their funds. Its low-risk nature helps preserve capital value, making it a solid choice for those looking for stability and competitive yields in a dollar-denominated investment.

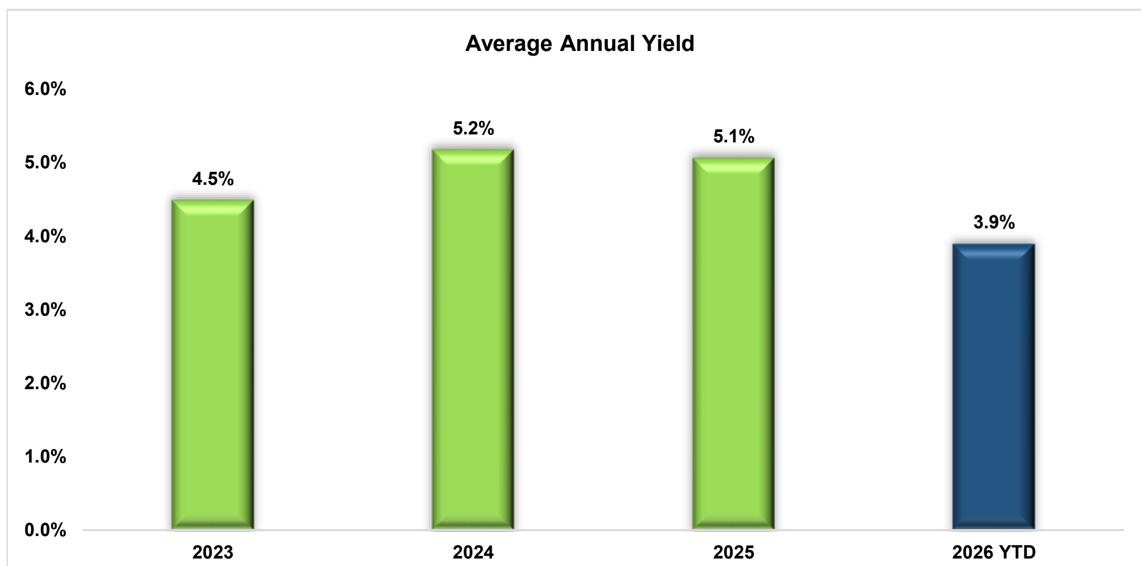
Fund Description:

This fund is a low-risk fund that seeks to obtain a high level of current income while protecting investors' capital and liquidity. The Fund is well diversified in a portfolio of USD denominated money market instruments. It is suitable for investors seeking:

i. Currency diversification.
ii. Capital preservation.
iii. A short-term parking bay for surplus funds particularly in times of market volatility.
iv. Liquidity, which is ensured by investing in a mix of dollar denominated money market instruments.

Fund Performance:





**Fund Performance is net of fees charged, gross of applicable tax.*

Asset Allocation: