

ENWEALTH
BALANCED FUND
FACT SHEET



May 2026



FUND OBJECTIVE

The Enwealth Balanced Fund is a medium-risk investment with an objective to:

1. Seek long-term stability and growth of capital consistent with moderate investment risk
2. Provide a reasonable level of interest income.
3. Provide steady growth through dividends earned.
4. Provide partial liquidity.

The Fund invests in Money Market securities, Fixed Income instruments and Equities with a maximum exposure of 60% of the market value of assets under management.

FUND DETAILS

Risk Profile: Medium

Investment Horizon: Medium Term – Minimum 1 year.

Minimum Initial Investment: KES 100

Annual Management Fee: 2%+ VAT

Initial Fee: Nil

Suitability: Investors with medium-risk appetite and Low liquidity needs

Trustee: Co-operative Bank of Kenya Ltd

Custodian: SBM Bank Kenya Ltd

Fund Administrator: Enwealth Capital Limited

Fund Manager: Old Mutual Investment Group

Benchmark Returns: Commercial Banks Weighted Average Deposit Rate

PORTFOLIO MANAGER COMMENTARY

On a year-to-date basis, the Fund registered a return of **8.0%** driven by positive Equity and Bonds returns. In the month, the Equities market performance was positive with the All-Share Index registering a return of **0.2%** driven by mixed performance of large cap stocks.

In the month, the yield curve moved higher by an average of **0.21%** driven by the primary auction outcomes and secondary trading. The yield curve continues to face upside risks emanating from increasing domestic borrowing appetite by the government and its need to tame the steep rise in inflation.

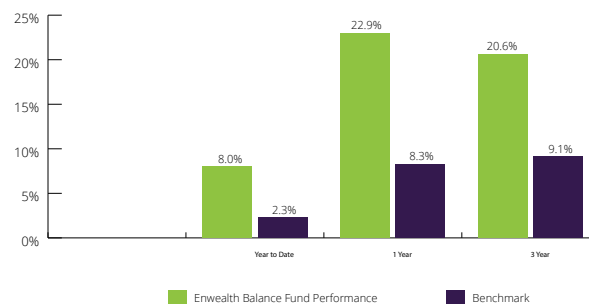
Kenya's year on year inflation rose steeply for the second consecutive month to **6.7%** in May from **5.6%** in April driven by higher food and fuel prices. This fuel price increase had a ripple effect on items of the inflation basket with transport prices increasing by **6.1%** in the month. Year on year core inflation (Non-Food-Non-Fuel) jumped to **3.2%**, from **2.8%** having been muted since November 2025.

Due to increased expenditure and Government's demand for domestic debt, the 91, 182, 364-day Treasury Bill yields increased by an average of **0.42%** to close the month at **8.34%, 8.21% & 8.56%** respectively from **7.78%, 7.89% & 8.27%** in the previous month

OUTLOOK:

The risk of second-round fuel price rise and potential supply constraints effects remain. These effects should filter through in the economy in Junel pushing headline inflation further upwards. However, we believe that Inflation will likely remain below the Central Bank's upper limit of **7.5%** but will breach **7%** in the next month. Despite the market remaining relatively liquid, we expect yields to tick up further as the government relies more on domestic borrowing to cover the fuel subsidies and contain inflation. We expect investors to demand higher yields in the upcoming primary auctions with government accepting aggressive bids. Stocks trading at ex-dividend, rise in fixed income yields are likely to affect the performance in the equity markets however, foreign investors, whose participation has increased, appear to be slowly pricing in a looming permanent ceasefire in the Middle East.

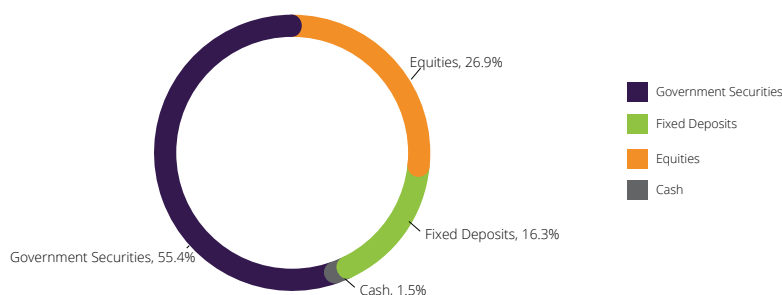
PERFORMANCE (ANNUALISED) AS AT MAY 2026



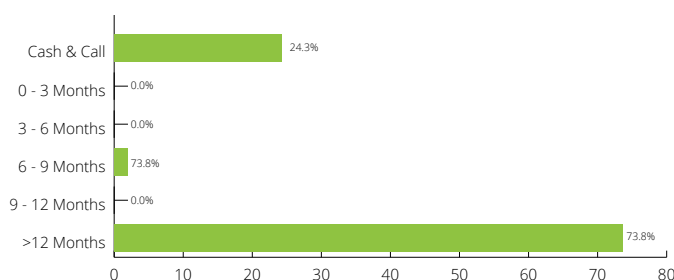
RISK MEASURES: SINCE INCEPTION

	Since inception
Positive return months	35/39
Max drawdown	-4.81%

ASSET ALLOCATION

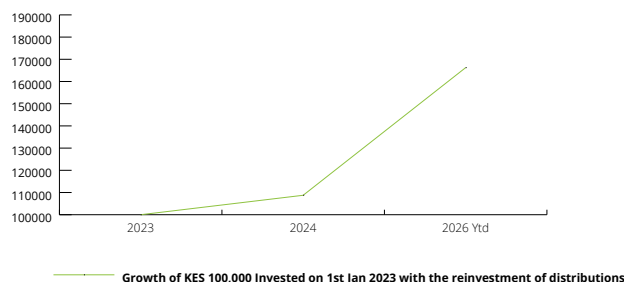


DURATION ALLOCATION



CUMULATIVE PERFORMANCE

Enwealth Balanced Fund



The chart reflects the growth of a KES 100,000 investment at inception with 100% reinvestment of distributions.

Source: OMIG