

OCTOBER 2024

1. FUND PERFORMANCE

AVERAGE	2023	OCTOBER 2024 (ANNUALIZED RETURN)	*PERFORMANCE SINCE INCEPTION (19-FEB-2020)
Cytonn Money Market Fund (USD)	5.3%	7.0%	4.7%
Benchmark (USD LIBOR+ 2.0% Points)	7.2%	7.0%	4.6%

*Percentage you can expect to earn with the fund during one year of investment on basis of the so far realized monthly returns since inception

2. FUND MANAGER'S REPORT AND OUTLOOK

Fund Objective

The Cytonn Money Market Fund is a low-risk fund that seeks to obtain a high level of current income while protecting investor's capital and liquidity.

Portfolio Strategy

The portfolio objective will be to outperform the income yield available on money market call accounts and fixed deposit accounts by investing in interest-bearing securities and other short-term money market instruments. These securities are usually available to wholesale or institutional clients. The Fund will also be managed conservatively with active management of duration, credit and liquidity risks.

Economic report and outlook

According to the Kenya National Bureau of Statistics (KNBS) Q2'2024 Quarterly Gross Domestic Product Report, the Kenyan economy recorded a 4.6% growth in Q2'2024, slower than the 5.6% growth recorded in Q2'2023. The main contributor to Kenyan GDP remains to be the Agriculture, Fishing, and Forestry sector which grew by 4.8% in Q2'2024, lower than the 7.8% expansion recorded in Q2'2023. All sectors in Q2'2024, except Mining and Quarrying and Construction recorded positive growths, with varying magnitudes across activities. Most sectors recorded declining growth rates compared to Q2'2023 with Accommodation and Food Services, Financial & Insurance and Construction Sectors recording the highest declines of 16.2%, 8.1%, and 5.6% points, respectively. Other sectors that recorded a contraction in growth rate, from what was recorded in Q2'2023 were Financial Services Indirectly Measured, Agriculture and Forestry, and Real Estate sectors, of 4.0%, 3.0%, and 2.1% points respectively.

During the month, yields on the shorter-dated Government papers were on a downward trajectory, with the 364-day, 182-day and 91-day papers yields decreasing by 70.7 bps and 77.3 bps and 78.5 bps to 16.1%, 15.8% and 15.0% respectively, from 16.8%, 16.6% and 15.8% recorded the previous month. Additionally, the Kenyan Shilling marginally depreciated by 0.3 bps against the US Dollar to close the month at Kshs 129.2, remaining relatively unchanged from end of September 2024.

The October 2024 inflation rate decreased by 0.9% points to 2.7%, from the 3.6% recorded in September 2024. Notably, inflation has remained within the CBK target range of 2.5%-7.5% for the past sixteen months.

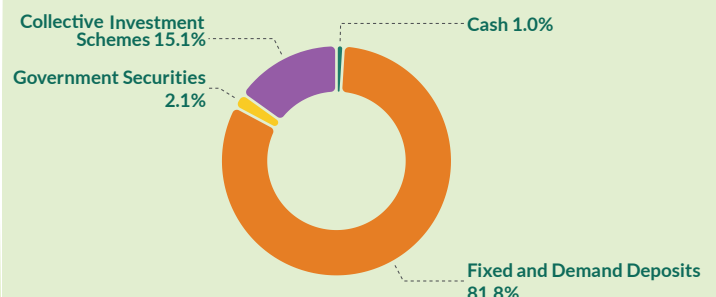
Portfolio Performance

The Cytonn Money Market Fund USD continued to provide stable returns and acts as a hedge against the Kenyan shilling depreciation, delivering returns averaging 7.0% p.a. in the month of October 2024. Going forward, Cytonn Asset Managers Limited (CAML) expects the Cytonn Money Market Fund USD (CMMF- USD) to deliver above-average returns leveraging on optimal asset allocation in line with the Fund's Investment Policy Statement.

FUND PROFILE

- **Fund Manager:** Cytonn Asset Managers Limited
- **Currency Exposure:** USD
- **Risk Profile:** Low
- **Minimum Initial Investment:** USD. 1,000
- **Minimum Additional Investment:** USD. 10
- **Annual Management Fee:** 1.0%
- **Initial Fee:** Nil
- **Inception Date:** February 2020
- **Trustee:** Goal Advisory
- **Custodian:** State Bank of Mauritius (SBM) Kenya
- **Benchmark:** USD London Inter Bank Offer Rate (LIBOR) +2.0% Points

ACTUAL ASSET ALLOCATION



Disclaimer: Past performance is not a guarantee of future performance and the value of the fund will fluctuate from time to time.