

Selective Alpha Multi-Asset Special Fund

A sub-fund of the Meridian Asset Management Umbrella Scheme

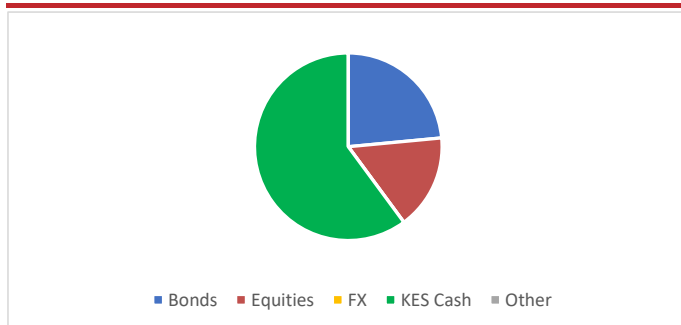
GENERAL INFORMATION

Fund name	Selective Alpha Multi-Asset Special Fund
Scheme	Meridian Asset Management Umbrella Scheme
Fund manager	Meridian Asset Management Limited
Inception date	1 July 2026
Base currency	Kenya Shilling (KES)
Minimum investment	KES 10,000,000
Minimum top-up	KES 1,000,000
Initial fee	0%
Exit fee	0%
Management fee	0%
Performance fee	20% of monthly net income
Dealing day	First business day of each month
Withdrawal notice	30 calendar days
Lock-in period	6 months
Pricing	Monthly
Trustee	NCBA Bank Kenya PLC
Custodian	NCBA Bank Kenya PLC
Risk category (KIID)	1 2 3 4 5 6 7 lower risk / lower reward higher risk / higher reward

INVESTMENT OBJECTIVE

The objective of the fund is to maximise absolute returns while preserving capital, seeking to deliver superior total returns with equal emphasis on capital appreciation and income generation over the long term. The fund uses a flexible, multi-asset, long/short trading strategy.

ASSET ALLOCATION



KEY FIGURES (NET OF ALL FEES)

NAV per unit (KES)	104.0501
Fund AUM (KES)	6,359,178,220
Net return, month	0.43%
Net return, year to date	4.05%
Net return since inception**	4.05%
Annualised volatility	n/a
Expense ratio, September (not annualised)	0.16%

**Inception 1 July 2026.

MONTHLY NET RETURNS (LAST 6 MONTHS)

Month	Net Return
Sep-26	0.43%
Aug-26	2.22%
Jul-26	1.35%

COMMENTARY

September was the month global bond markets flinched. The US 10-year Treasury yield broke through 5% and kept climbing to above 5.25%, its highest level since 2007, while the 30-year reached levels last seen in 2004. The selloff was global. UK 30-year gilt yields hit their highest since 1998, and Japan's 10-year yield rose above 3% for the first time since 1996. The drivers were familiar: sticky inflation, surging oil and a US economy that refuses to slow, with business activity accelerating at its fastest pace since 2021. The Fed responded on 16 September with a 25bps hike to 3.75% to 4.00%, its first increase since 2023, and most officials expect another before year end.

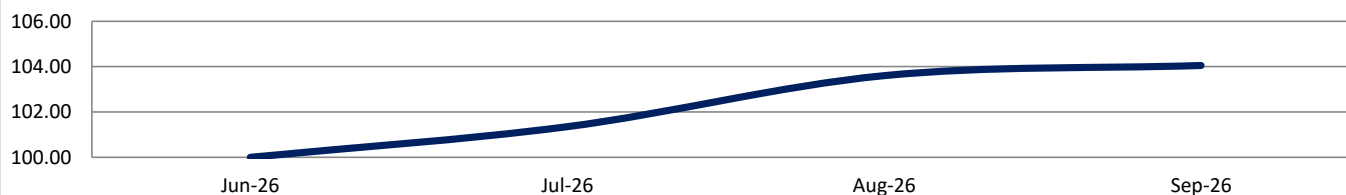
Oil made things worse. Brent rallied +14.4% to \$103.53 as hopes of a US-Iran breakthrough faded, ending with Washington's rejection of Tehran's proposal to reopen the Strait of Hormuz. Higher yields and a firmer dollar (DXY +2.0%) pushed gold -7.2% lower.

While global yields soared, the Kenyan conventional curve performed well, rallying around 20-30bps. IFBs lagged, with most giving back part of August's post-auction rally.

In equities, the story was Safaricom. The stock fell -7.8% to 35.90 after the High Court nullified the Government's sale of a 15% stake to Vodacom and ordered the shares returned to the State. Both the Government and Vodacom have said they will appeal. Equity Bank offset the fall, surging +11.4% to 104.75, but the MSCI Kenya index still finished the month down -0.6%.

The shilling stayed calm through the turmoil to close at 129.70.

Net NAV per unit



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