

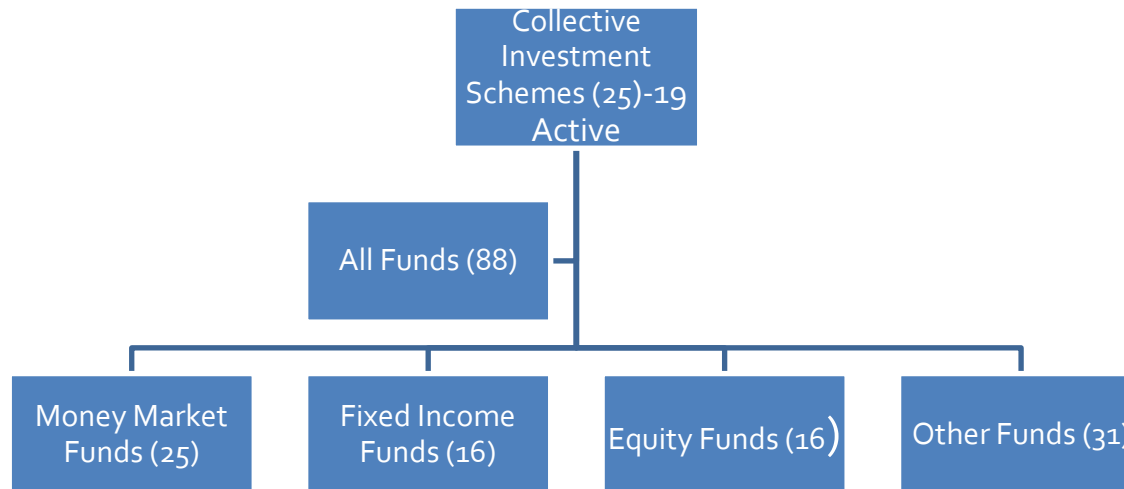


COLLECTIVE INVESTMENT SCHEMES
QUARTERLY REPORT
FOR THE PERIOD ENDED JUNE 30, 2019

1.0 OVERVIEW

There are 25 approved Collective Investment Schemes (CIS) made up of 88 funds. The most popular fund is the Money Market Fund; other funds include Fixed Income Funds, Equity Funds, Managed Funds, Balanced Funds, Income Funds, Growth Funds, Wealth Funds, Diversified Funds, Iman Funds and East Africa funds

Figure 1: Approved collective investment schemes





2.0 PERFORMANCE OF THE FUNDS FOR THE QUARTER ENDED JUNE 30, 2019

2.1 Assets under Management (AUM)

The assets under management increased steadily over the past two years from Ksh 55 billion as at 31st March 2017 to Ksh 66 billion as at 30th June 2019.

Figure 2: Assets under management

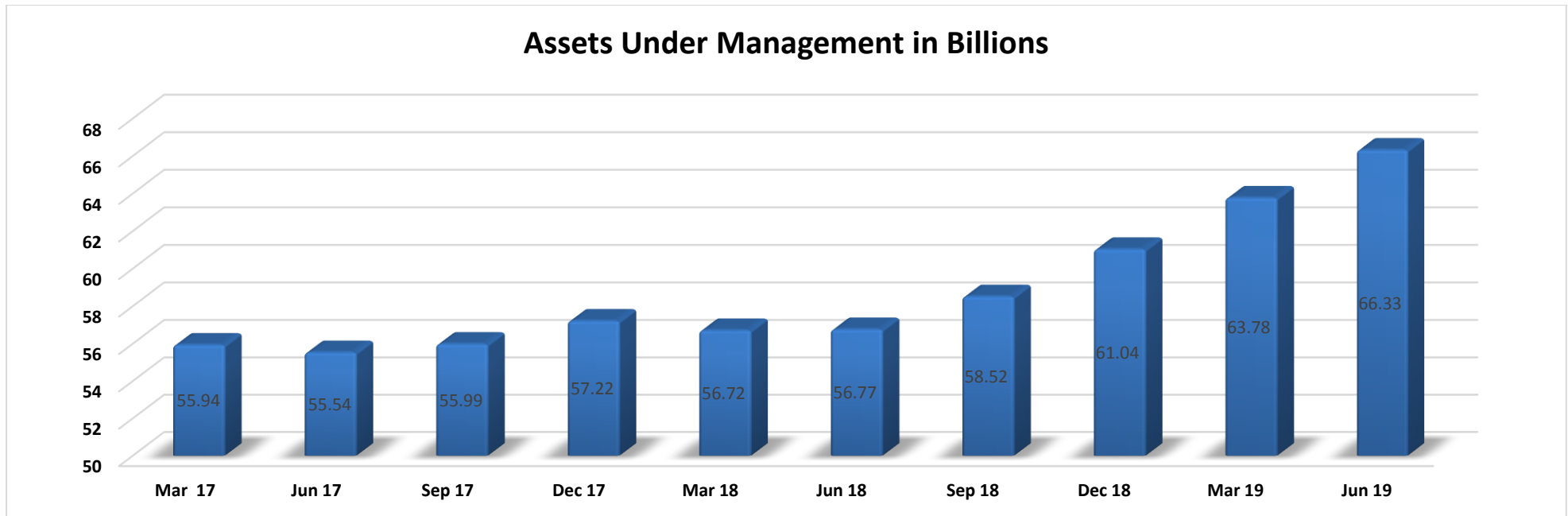




Table 1: Percentage growth of assets under management

Assets under management			
Period		Ksh	Percentage growth
Mar-18		56,642,056,226.72	-1.01%
Jun-18		56,771,038,621.28	0.23%
Sep-18		58,518,320,339.29	3.08%
Dec-18		61,038,764,434.77	4.31%
Mar-19		63,779,326,870.23	4.49%
Jun-19		66,330,132,999.45	4.00%

2.2 Spread of Investments among different funds

Money Market Funds accounted for 85.2% of all the funds under management by Collective Investment Schemes for the quarter ended 30th June 2019.

Table 2: Assets under management in various funds

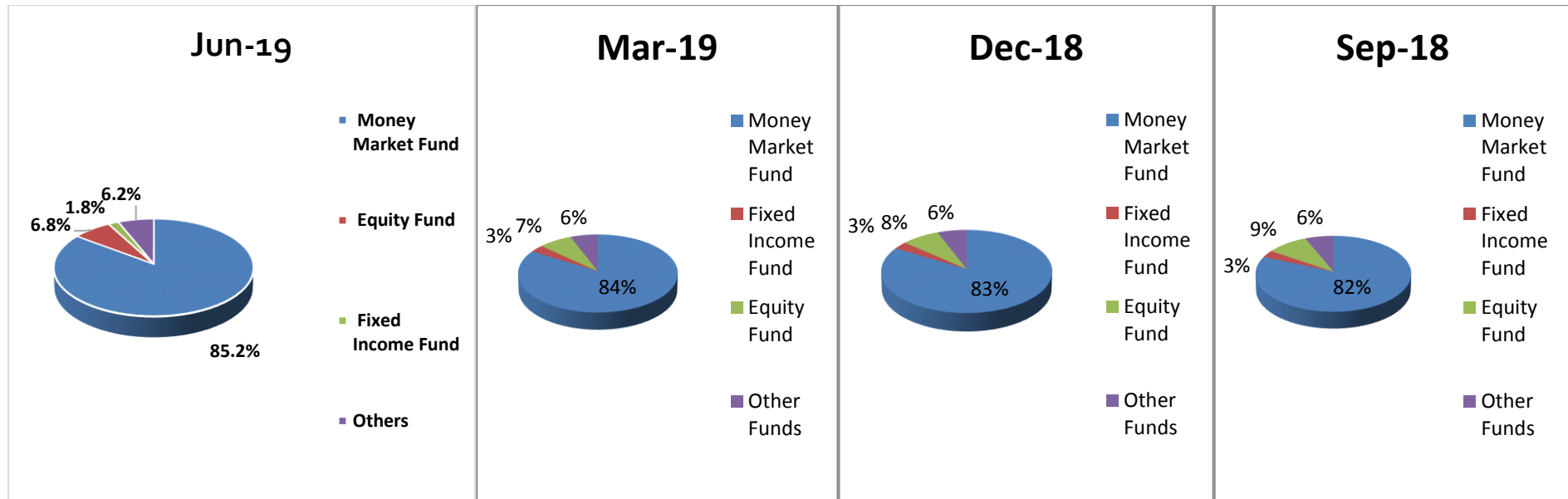
INVESTMENTS IN DIFFERENT FUNDS				
	Sep-18	Dec-18	Mar-19	Jun-19
	Ksh	Ksh	Ksh	Kshs
Money Market Fund	47,750,892,228	51,019,498,735	53,489,232,334	56,520,581,916
Fixed Income Fund	1,713,415,805	1,741,105,685	1,873,851,086	4,523,893,045



Equity Fund	5,410,019,717	4,695,075,836	4,658,258,533	1,204,724,256
Other Funds	3,643,992,590	3,583,084,177	3,757,984,917	4,080,933,780
	58,518,320,339	61,038,764,433	63,779,326,870	66,330,132,997

Investments in money market funds have been growing steadily in the last four quarters compared to the other funds as seen in the graphs below

Figure 4: Percentage of investments per category of fund





2.3 Trend in Investments by Unit Trust Funds

Investment in Government Securities accounts for 49.9% of all investment of Unit Trust Funds.

Table 3: Distribution of Investments in Ksh 'billions'

<i>Distribution of Investments</i>										
Asset Class	Jun-19	%	Mar-19	%	Dec-18	%	Sep-18	%	Jun-18	%
Securities Issued by the govt of Kenya	33.11	49.9%	32.91	51.6%	30.37	49.7%	30.37	51.9%	28.85	50.8%
Fixed Deposits	17.3	26.1%	12.92	20.3%	14.88	24.4%	11.90	20.3%	9.09	16.0%
Shares and Corporate bonds listed at NSE	5.26	7.9%	5.99	9.4%	5.76	9.4%	6.94	11.9%	8.34	14.7%
Cash and demand deposits	5.42	8.2%	7.44	11.7%	4.31	7.1%	3.22	5.5%	5.67	10.0%
Any other security not listed at the NSE	2.52	3.8%	2.30	3.6%	2.69	4.4%	2.95	5.0%	1.56	2.7%
Other collective investment schemes	1.75	2.6%	1.53	2.4%	2.28	3.7%	2.46	4.2%	2.57	4.5%
Off-shore investments	0.53	0.8%	0.69	1.1%	0.76	1.2%	0.68	1.2%	0.69	1.2%



2.4 Size of scheme based on assets under management

Table 4: Market share of Collective Investment Schemes

Firm	Q2, 2019	CIS Market Share
CIC Unit Trust Scheme	24,048,102,723	36.26%
Britam Unit Trust Scheme	8,857,147,721	13.35%
ICEA Unit Trust Scheme	7,566,692,631	11.41%
Old Mutual Unit Trust	6,403,329,520	9.65%
CBA Unit Trust Scheme	6,328,226,698	9.54%
Stanlib Unit Trust Scheme	1,983,267,046	2.99%
African Alliance Unit Trust	2,237,282,113	3.37%
Sanlam Unit Trust Scheme	1,673,634,528	2.52%
Madison Asset Unit Trust	1,462,978,669	2.21%
Dry Associates Unit Trust	1,452,792,115	2.19%
Zimele Unit Trust Scheme	1,009,680,197	1.52%
Nabo Capital Ltd	927,066,265	1.40%
Amana Unit Trust Funds	642,054,097	0.97%
Equity Investment Bank	512,723,960	0.77%
Genghis Unit Trust Funds	472,030,813	0.71%
Apollo Unit Trust Scheme	283,874,244	0.43%
Cytonn Money Market Fund	302,639,376	0.46%
Alpha Africa	154,309,538	0.23%
Coop Trust	12,300,746	0.02%
Total	66,330,133,000	

2.5 Investment Vehicles by different Funds

Unit Trust Schemes	Cash and demand deposits	Fixed Deposits	Securities listed on a securities exchange in Kenya	Securities Issued by the govt of Kenya	Immovable property	Other collective investment schemes	Any other security not listed on a securities exchange in Kenya	Off-shore investments
African Alliance Kenya Unit Trust Scheme	-	-						
Equity Fund	8,571,915	68,693,026	342,254,100			13,813,305		21,318,716
Fixed Income Fund	23,061,383	58,859,296	25,471,016	391,388,565		8,697,476		
Shilling Fund	9,254,047	121,200,553		101,480,519				
Managed Fund	16,651,764	9,007,890	36,657,177	288,296,934		682,730,144		
Enhanced Yield Fund	775,327	8,131,519		967,440				
Total	58,314,435	265,892,284	404,382,293	782,133,459	-	705,240,925	-	21,318,716
Old Mutual Unit Trust Scheme								
Fixed Income	3,524,273	5,508,550	7,389,115	18,636,943				
Money Market	113,844,911	2,786,519,026		1,834,253,676				
Equity Fund	33,112,529		749,508,843	460,238,475				
Balanced Fund	21,622,243	91,361,166	25,095,568	243,543,777			9,170,425	

East Africa Fund	-	-	-	-	-	-	-	-
Total	172,103,956	2,883,388,742	781,993,526	2,556,672,871	-	-	9,170,425	-
British American Unit Trust Scheme								
Fixed Income	44,160,465	10,147,226	28,500,108	129,884,164				
Money Market Fund	443,095,197	950,226,953	1,120,034,650	3,067,765,748		708,977,854		
Equity Fund	29,218,890	44,581,884	369,013,955	61,524,953	307,523,554	179,892,240	277,611,034	248,305,657
Balanced Fund	3,614,153	28,143,068	163,669,946	65,494,397	131,795,809	105,251,325	277,611,034	61,103,452
Total	520,088,706	1,033,099,132	1,681,218,659	3,324,669,262	439,319,363	994,121,420	555,222,069	309,409,109
Stanlib Unit Trust Scheme								
Bond Fund	2,300,778		830,513	7,090,237				
Money Market	28,324,506	199,267,726	13,385,653	1,677,661,859				
Equity Fund	375,736	900,740	24,970,290				3,991,000	421,283
Balanced Fund	2,998,789	1,101,281	10,916,810	8,209,845			520,000	
Total	33,999,809	201,269,747	50,103,267	1,692,961,941	-	-	4,511,000	421,283
Commercial Bank of Africa Unit Trust Scheme								
Money Market	188,263,867	1,797,203,008	346,630,559	3,486,733,180				
Equity Fund	2,233,928	15,777,388	61,272,497				921,077	
Dollar Investment Fund	14,627,732	280,050,676		134,512,788				
Total	205,125,526	2,093,031,072	407,903,055	3,621,245,968			921,077	
Zimele Unit Trust Scheme								
Money Market	338,815,869	65,487,568		454,044,147				



Balanced Fund	29,765,409		38,465,778	67,670,110		15,352,306		79,010
Total	368,581,277	65,487,568	38,465,778	521,714,257		15,352,306		79,010
ICEA Unit Trust Scheme								
Bond Fund	6,093,947	5,639,925	7,301,248	45,533,050				
Money Market	80,078,339	2,898,703,326	301,856,686	3,178,147,124				
Equity Fund	16,205,803	22,590,761	609,512,924	122,728,460				
Growth Fund	19,055,085	18,296,240	165,786,395	69,163,317				
Total	121,433,174	2,945,230,252	1,084,457,253	3,415,571,951				
CIC Unit Trust Scheme								
Balanced Fund	10,848,031	14,852,070	116,445,147	116,228,574			53,750,888	
Equity Fund	17,458,172	19,406,242	177,455,532				44,690,178	
Fixed Income/Bond Fund	2,124,726	13,091,956	2,981,085	15,685,075			7,425,343	
Wealth Fund							44,298,756	
Money Market	3,505,151,216	4,615,674,570	67,357,458	14,765,173,545			438,004,158	
Total	3,535,582,146	4,663,024,838	364,239,222	14,897,087,195			588,169,322	
Madison Asset Unit Trust Funds								
Money Market Fund	10,288,065	607,542,202		498,445,223			323,568,210	
Equity Fund	1	5,985,366	3,890	2,129,731			1,430,607	
Balanced Fund	1	6,003,282		6,035,857			1,546,236	
Total	10,288,066	619,530,850	3,890	506,610,810			326,545,052	
Amana Unit Trust Funds								
Money Market	184,141	207,902,442					394,999,772	



Balanced Fund	1,050,108	534,942	4,160,337	4,080,399		1,000,200		
Growth Fund	1,166,424	9,736,678	12,454,272	3,184,382		1,600,000		
Total	2,400,672	218,174,062	16,614,609	7,264,781		2,600,200	394,999,772	
Genghis Unit Trust Funds								
Bond Fund	5,148,743	3,201,973		103,114				
Money Market Fund	49,844,178	281,555,205	47,592,859	59,992,923				
Equity Fund	2,609,937	2,700,386		2,060,539				
Diversified Investment	3,732,577	2,220,772	10,000,000					
Shariah Compliant Fund	476,830	790,777						
Total	61,812,265	290,469,112	57,592,859	62,156,576				
Sanlam Unit Trust Scheme								
Money Market Fund	36,550,464	400,882,705	82,568,431	970,441,177			148,492,525	
Balanced Fund	112,153	3,820,710		15,153,234				
Dividend Plus	1,486,253		5,204,935	8,921,942				
Total	38,148,869	404,703,415	87,773,366	994,516,352			148,492,525	
Nabo Capital Ltd								
Bond Fund	12,370,067	8,825,235	26,926,026	5,219,810			10,004,932	
Money Market Fund	18,579,044	83,596,212	64,126,288	69,420,067			60,408,399	
Equity Fund	14,872,987	2,216,671		14,409,718				111,631,066
Balanced Fund	20,310,451	10,458,669	26,199,460					85,937,460
Money Market Fund (USD)	73,062,055	31,508,552	38,774,645					
Fixed Income Fund	3,539,186		90,305,172	13,776,186			30,587,908	



Total	142,733,790	136,605,339	246,331,591	102,825,781			101,001,238	197,568,526
Equity Investment Bank								
Money Market	42,206,982	152,095,891		285,999,613				
Balanced Fund	6,444,120	7,197,774		18,779,581				
Total	48,651,102	159,293,664		304,779,194				
Dry Associates Unit Trust								
Money Market	18,920,544	925,828,262		59,335,758			314,187,177	
Balanced Fund	1,746,287	17,474,098	1,718,137	5,372,006			8,394,250	
Money Market Fund (USD)	45,526	76,644,493					23,125,576	
Total	20,712,358	1,019,946,852	1,718,137	64,707,764			345,707,004	
Apollo Unit Trust Scheme								
Money Market Fund	35,265,283	54,000,824	24,568,165	142,715,165				
Equity Fund	258,526	756,304	5,304,763	1,427,465				
Balanced Fund	316,124	1,821,050	6,893,998	10,546,577				
Total	35,839,934	56,578,178	36,766,925	154,689,207				
Cytonn Money Market Fund								
Money Market Fund	2,597,392	241,559,187		3,310,338		29,716,021	25,456,438	
Total	2,597,392	241,559,187		3,310,338		29,716,021	25,456,438	
Coop Trust								
Money Market Fund	12,300,746							
Total	12,300,746							
Alpha Africa								



Bond Fund	17,919,433	4,740,843	3,740,881	79,818,233			17,170,052	
Money Market Fund	8,712,456	1,766,706		18,904,318			1,536,616	
Total	26,631,889	6,507,549	3,740,881	98,722,551			18,706,668	
TOTAL	5,417,346,113	17,303,791,845	5,263,305,312	33,111,640,259	439,319,363	1,747,030,871	2,518,902,591	528,796,645

2.6 Bank concentration

Collective Investment Schemes invested 27% of bank deposits in Co-operative Bank of Kenya Ltd

Table 5: Bank Concentration on Investments in fixed deposits and demand deposits by various funds

Banks/Firms	Amount	%
Co-operative Bank of Kenya Limited	6,037,090,908	27%
Equity Bank of Kenya	3,572,990,553	16%
NIC Bank Kenya Plc	2,703,932,357	12%
Kenya Commercial Bank Ltd	1,087,699,425	5%
Victoria Commercial Bank Ltd	937,318,249	4%
UBA Kenya Bank Ltd	827,176,949	4%
Stanbic Bank Kenya Ltd	825,223,808	4%
I&M Bank Ltd	776,890,461	3%
Gulf African Bank Ltd	715,615,579	3%



SBM Bank Kenya Limited	711,209,096	3%
Other Banks	4,491,680,744	20%

2.7 Yield of Money Market Funds

Table 6: Average Yield of Money Market Funds

<i>Yield of Money Market Funds on August 14, 2019</i>		
Yields	Daily Yield	Effective Annual Rate
Average Money Market Funds KES	8.62%	8.91%
Average Money Market Funds USD	3.54%	3.61%

Data Source: Quarterly submissions by Collective Investment Schemes