

NABO AFRICA BALANCED FUND

Managed By Nabo Capital Limited

KEY INVESTOR INFORMATION DOCUMENT

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision and whether to invest.

OBJECTIVES AND INVESTMENT POLICY STATEMENT

Investment Objective

To generate maximum total return and provide long-term capital growth and income by investing primarily in a diversified portfolio of securities issued by African companies and sovereign issuers.

Investment Policy

The Fund shall always invest in all eligible asset classes provided that investments in money market, equities and fixed income instruments shall each have a maximum exposure of 60% of the market value of assets under management; and provided that: Investments in unlisted securities in East African Community partner states shall be up to a maximum of 10% of Assets Under Management. A Fund may invest in a money market fund or another fund of similar constituent assets subject to a maximum limit of 20% Investments in offshore unlisted securities shall be a maximum of 5% of the Assets Under Management. Other alternative investments to a maximum of ten percent where applicable. The market value of an investment in an interest bearing account, financial product or instrument issued by a single bank or financial institution or insurance company or a combination of any such investment in a single bank, financial institution or insurance company shall not in aggregate exceed 25% of the collective investment scheme's Assets Under Management. Investment in a related company shall be limited to 10% of the Assets Under Management. No Assets Under Management in any of the funds provided in paragraphs (a), (b), (c) or (d) may be leveraged.

RISK AND REWARD PROFILE



Why is this Fund in Category 4?

This Balanced Fund invests primarily in bonds and equities, with the asset allocation mix in the benchmark 50/50 between the two (including cash). The Fund's exposure to equities means that investors are exposed to stock market movements and therefore should expect the value of the Fund to rise and fall daily. However, the Fund's exposure to bonds is designed to dampen volatility and lead to greater stability of returns over the long-term. Also, risk to capital is less with pure equity funds and the bond portion of the portfolio can provide protection during a stock market downturn. The Fund is denominated in USD but will have significant non-USD exposure. As such, investors should be aware of additional currency risks associated with African markets.

What do these numbers mean?

They rate how a fund might behave and how much risk there is to your capital. Generally, the chance to make large gains means a risk of suffering large losses.

A **Category 1** fund is not a risk-free investment – the risk of losing your money is small, but the chance of making gains is also limited. With a **Category 7** fund, the risk of losing your money is high but there is also a chance of making higher gains. The seven-category scale is complex (for example, 2 is not twice as risky as 1.)

More about this rating

This rating system is based on the average fluctuations of the prices of funds over the past 5 years, that is, by how much the value of their assets taken together has moved up and down. Historical data, such as used in calculating the synthetic risk indicator, may not be a reliable indication of the Fund's future risk profile.

For a more detailed explanation of risks, please refer to the "Risk Factors" section of the prospectus.

CHARGES

ONE OFF CHARGES BEFORE YOU INVEST

One Off Charges Before You Invest

Initial Charge	2%
Redemption Charge	0.25%

Charges Taken From The Fund Over A Year

Annual Advisory Management and Advisory Fees	2.75%
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Charges Taken From The Fund Under Certain Specific Conditions

Performance Fee	15% on a 12% Hurdle Rate
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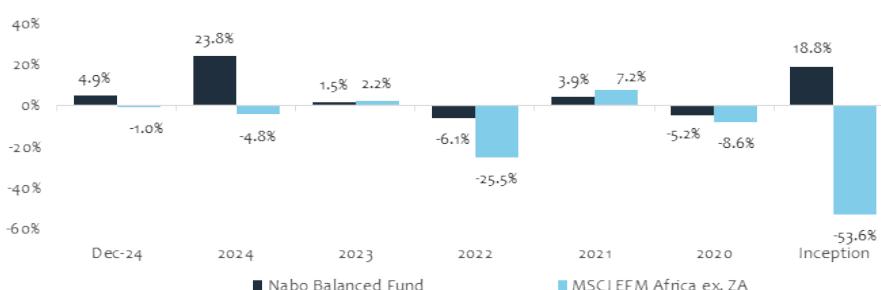
These charges are used to pay the costs of running the Fund, including the costs of marketing and selling. Overall, they reduce the growth of your investment. The initial and redemption charges shown are the maximum figures. In some cases, you might pay less, you can find this out from your financial adviser.

The annual advisory management and advisory fee indicated is a fixed charge. This figure, which excludes portfolio transaction costs, may vary from year to year, as a result of trading activities. You can find out more details about the charges by looking at the "Charges and Expenses" section of the Information Memorandum.

PAST PERFORMANCE



Past performance is not a reliable indicator of future performance.



PRACTICAL INFORMATION

Fund Custodian Fund Trustee

Stanbic Bank Kenya PLC KCB Kenya

Fund Custodian

- The Nabo Africa Balanced Fund “the Fund” is a CIS product established and registered under the Capital Markets regulations as a unit trust under the provisions of the Capital Markets (Collective Investments Schemes) Regulations 2023 (“the CIS Regulations”)
- This Fund is subject to tax laws and regulations of Kenya. Depending on your home country of residence, this might have an impact on your personal tax position. For further details, please consult your adviser.
- The Fund shall operate as an open-ended fund and its units shall therefore be continuously offered through the Fund Manager and its authorized agents.
- Nabo Capital Limited may be held liable solely based on any statement contained in this document that is misleading, inaccurate, or inconsistent with the relevant parts of the Information Memorandum.
- This Sub-Fund is denominated in USD but will have significant non-USD exposure.

Fund Custodian

- Further information about the Fund, copies of the Information Memorandum, annual and half-year reports may be obtained free of charge in English. Write to the Manager, at Nabo Capital Limited, International House, 5th Floor, Mama Ngina Street Nairobi or visit the website at www.nabocapital.com.
- Other practical information including the latest share prices are available at the registered office of the Manager and the Trustee, KCB Trustee Services, KCB Towers, 7th Floor, Kenya Road, Upper Hill during normal business hours and will be published on the Nabo Capital website, www.nabocapital.com

This Fund is registered and authorised in the Republic of Kenya and regulated by the Capital Markets Authority of Kenya. Nabo Capital Limited is regulated by the Capital Markets Authority, Retirement Benefits Authority & the REITS Association of Kenya.

This Key Investor Information Document is accurate as at **30 January 2025**.