



INCOME FUND FACT SHEET

Date: December 2025

FUND NAME CORNERSTONE SHILLING INCOME FUND	FUND TRUSTEE & CUSTODIAN KCB Bank Uganda	INCEPTION DATE 24 TH DECEMBER 2024
FUND MANAGER CORNERSTONE ASSET MANAGERS LTD	AUDITOR BDO East Africa	CURRENCY USD
REGULATORY AUTHORITY Capital Markets Authority (CMA), Uganda	PORTFOLIO MANAGER Simon Kusiima Mwebaze, CFA	MANAGEMENT FEE 1% per annum

FUND OBJECTIVE:

The Cornerstone Dollar Income Fund Scheme's investment objective is to obtain a high level of current income while preserving investor's capital. The Fund aims to outperform the USD yield available on call and fixed deposits through investing in high quality money markets and fixed income securities with a maturity profile that ensures sufficient liquidity and competitive return.

Target Investors:

Suitable for investors who seek capital preservation with minimal volatility.

Investment Risk Profile:

The fund has a low to medium investment risk profile.

KEY FACTS

Minimum Investment

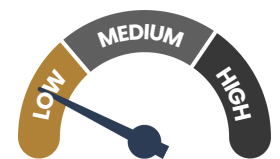
500

USD

Benchmark

Secured Overnight Financing Rate (SOFR)

Risk Profile



Fund Size
(As at 31st December 2025)

USD 903,568.56

Average Effective Annual Yield
(As at December 2025)

4.46%



Recommended Investment Term

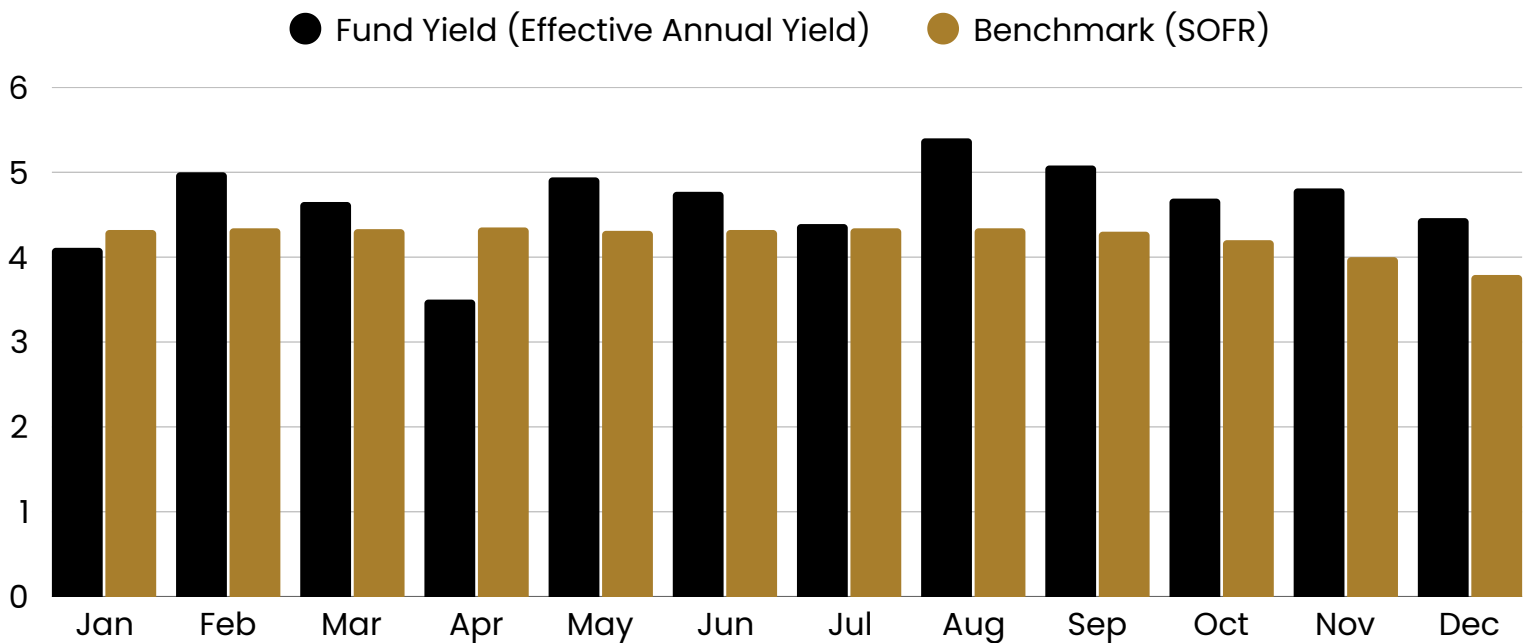
1 YEAR

Total Expense Ratio (TER)



FUND PERFORMANCE

Month	Fund Yield (Effective Annual Yield) %	Benchmark (SOFR)
January	4.11	4.32
February	5.00	4.34
March	4.65	4.33
April	3.50	4.35
May	4.94	4.31
June	4.77	4.32
July	4.39	4.34
August	5.40	4.34
September	5.08	4.30
October	4.45	4.20
November	4.81	4.00
December	4.46	3.79



Portfolio Manager's Commentary (December 2025)

Inflation

By December 2025, U.S. inflation is expected to have eased significantly from its post-pandemic highs but to remain slightly above the Federal Reserve's 2% target.

Headline inflation is projected to stabilise around the mid-2% range, while core inflation remains more persistent due to services prices, particularly housing, healthcare, and wages.

Supply-side pressures have largely normalised, but structural factors such as tight labour markets in certain sectors and higher input costs continue to limit rapid disinflation.

Overall, inflation dynamics suggest progress toward price stability, though not a complete return to pre-2020 norms.

Interest Rates

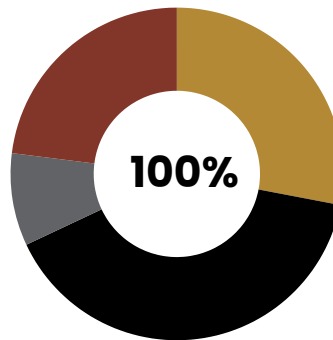
In response to moderating inflation and softer labour market conditions, the Federal Reserve is expected to have begun a gradual easing cycle by late 2025.

Policy rates are likely lower than their 2023–2024 peaks but remain restrictive relative to historical

averages. The Fed maintains a cautious stance, aiming to avoid reigniting inflation while supporting economic activity. Interest rate cuts are expected to be gradual and data-dependent rather than aggressive.

Portfolio Allocation (31/12/2025)

Instrument	Percentage (%)
Offshore Funds	28%
Call Deposits	40%
Fixed Deposits	9%
Cash & Cash Equivalents	23%
Total	100%



28%	Offshore Funds
40%	Call Deposits
9%	Fixed Deposits
23%	Cash & Cash Equivalents

Outlook

By December 2025, the U.S. economy is expected to show moderate and stable growth, reflecting the delayed effects of earlier monetary tightening and a gradual move toward less restrictive financial conditions. Real GDP growth remains positive but below its long-run average, supported by resilient consumer spending, public infrastructure investment, and expansion in high-productivity sectors such as technology and artificial intelligence. Growth remains uneven, with housing and commercial real estate constrained by still-elevated borrowing costs.

The labour market continues to cool down gradually. Slower job creation, declining vacancy rates, and moderating wage growth help ease inflationary pressures, while unemployment remains low by historical standards, suggesting a controlled adjustment rather than a recession.

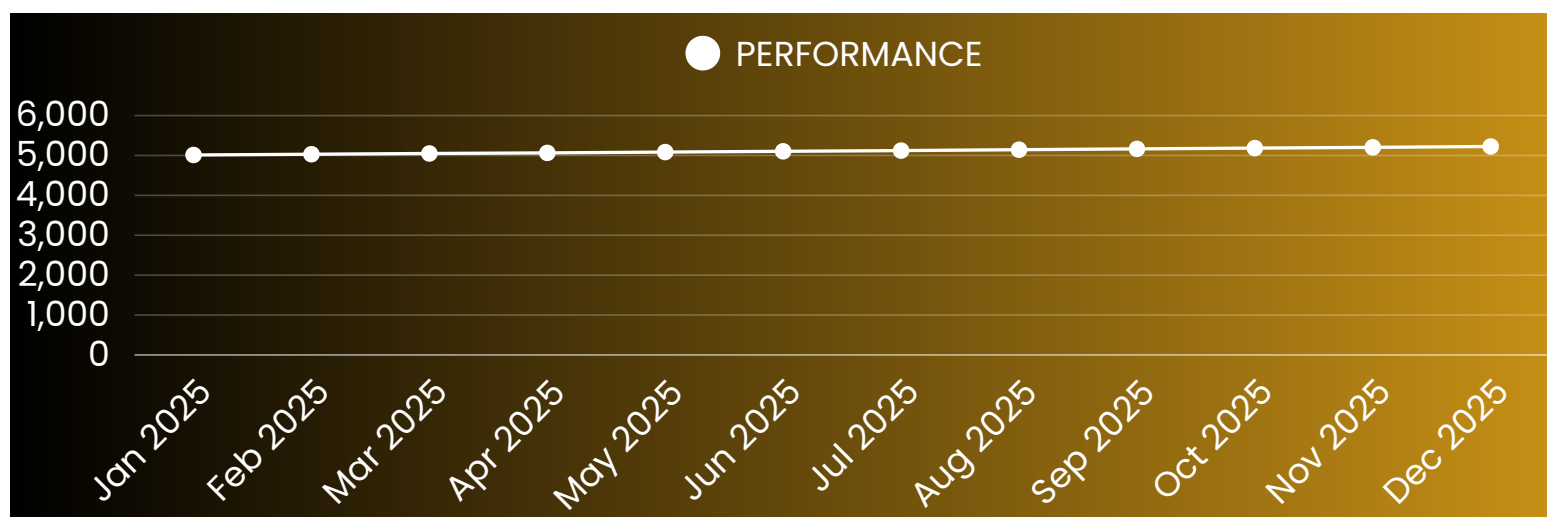
Household consumption supports economic activity as inflation falls and real incomes stabilise, though higher debt servicing costs and the exhaustion of excess savings limit discretionary spending. Business investment is mixed amid global uncertainty, while policy remains cautious. In summary, the U.S. economy achieves a partial soft landing but faces ongoing structural and external risks.

Risk Notice

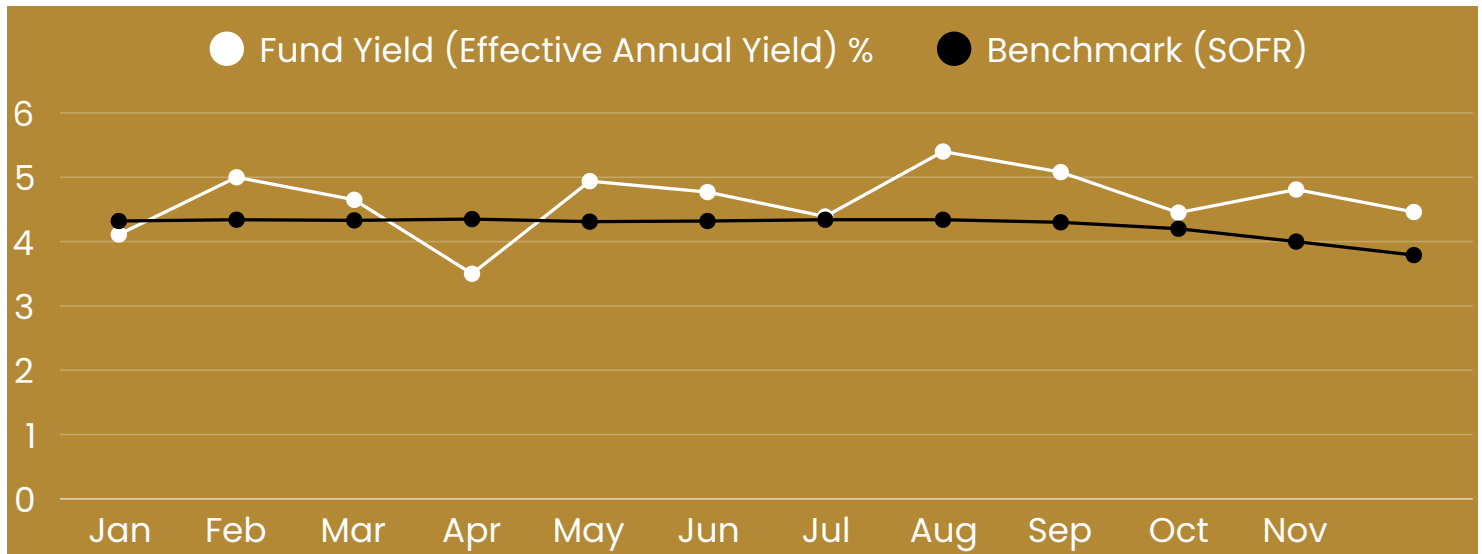
Investment in the Cornerstone USD Income Fund should be regarded as a medium-term investment. The Fund's investments are subject to normal market fluctuations, interest rate risks, and foreign exchange (FX) risk inherent in investments denominated in US dollars. Interest rates and currency exchange rates may from time to time go down as well as up. For this reason, the price of units of the Fund and the income from them can go down as well as up. Any investor who is in doubt about the risks of investing in the Fund should consult his or her own Financial Advisor. Past performance is not a reliable indicator of future results.

VALUE OF USD 5,000 SINCE INCEPTION

Date	Value
Friday, January 31, 2025	5,012.0
Friday, February 28, 2025	5,030.7
Monday, March 31, 2025	5,050.0
Wednesday, April 30, 2025	5,064.2
Saturday, May 31, 2025	5,084.7
Monday, June 30, 2025	5,103.9
Wednesday, July 30, 2025	5,122.1
Sunday, August 31, 2025	5,144.5
Tuesday, September 30, 2025	5,164.9
Friday, October 31, 2025	5,184.4
Sunday, November 30, 2025	5,203.2
Wednesday, December 31, 2025	5,225.6



Performance Vs Benchmark



Risk Measures	Fund	Benchmark (SOFR)
Percentage Positive Months	100%	100%
Highest Annual Return	5.46%	4.45%
Lowest Annual Return	2.67%	3.79%

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Disclaimer

Past performance does not guarantee future results. Investments in collective investment schemes are subject to market risks. Please consult an investment advisor before investing. For more information, visit www.cornerstone.co.ug.

Contact Us:

+256 767 936 167
 investment@cornerstone.co.ug
 Plot 16 A, Ntinda II Road, Naguru, Kampala (U)

