



# INCOME FUND FACT SHEET

Date: November 2025

<b>FUND NAME</b> CORNERSTONE SHILLING INCOME FUND	<b>FUND TRUSTEE &amp; CUSTODIAN</b> KCB Bank Uganda	<b>INCEPTION DATE</b> 24 <sup>TH</sup> DECEMBER 2024
<b>FUND MANAGER</b> CORNERSTONE ASSET MANAGERS LTD	<b>AUDITOR</b> BDO East Africa	<b>CURRENCY</b> UGX
<b>REGULATORY AUTHORITY</b> Capital Markets Authority (CMA), Uganda	<b>PORTFOLIO MANAGER</b> Simon Kusiima Mwebaze, CFA	<b>MANAGEMENT FEE</b> 2% per annum

## FUND OBJECTIVE:

The investment objective of the Cornerstone Income Fund is to provide investors with a reasonable level of current income while also offering the potential for long-term capital growth. To achieve this objective, the fund adopts a diversified investment strategy focused primarily on fixed income securities. Its portfolio includes government treasury bills and bonds, corporate bonds, commercial paper, fixed deposits, call account deposits, structured interest-bearing approved securities, and cash. By spreading investments across these instruments, the fund aims to balance risk and return, generate steady income, and preserve capital, making it suitable for investors seeking income with moderate growth potential over time.

## Target Investors:

Investors who seek to capitalise from a portfolio offering exposure to all sectors of the market.

## Investment Risk Profile:

The fund has a low to medium investment risk profile.

## KEY FACTS

Minimum Investment

**100,000** UGX

Benchmark

**91-day T-Bill + 1%**

Risk Profile



Fund Size  
(As at 30<sup>th</sup> November 2025)

**UGX 83.71 bn**

Average Effective Annual  
Yield (As at November 2025)

**15.02%**

Recommended Investment  
Term

**1 YEAR**

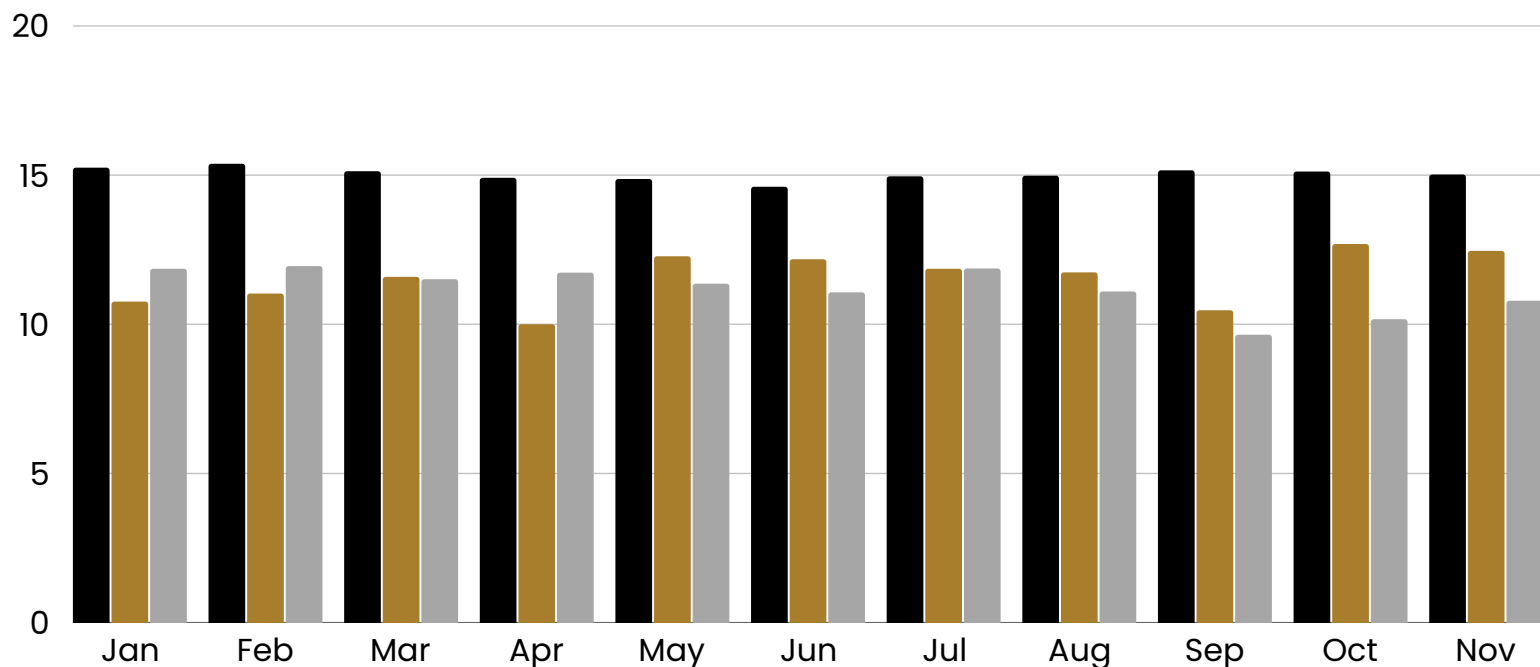
Total Expense Ratio (TER)

**PER ANNUM**  
**2.6%**

# FUND PERFORMANCE

Month	Fund Yield (Effective Annual Yield) %	Benchmark (91-day T-Bill + 1%)	Commercial Banks Time Deposits (7-12 months) %
January	15.25	10.76	11.86
February	15.38	11.03	11.95
March	15.13	11.59	11.51
April	14.91	10.00	11.73
May	14.87	12.28	11.36
June	14.61	12.18	11.07
July	14.96	11.86	11.87
August	14.98	11.74	11.10
September	15.16	10.47	9.65
October	15.12	12.69	10.17
November	15.02	12.46	10.79

Fund Yield (Effective Annual Yield)
  Benchmark (91-day T-Bill + 1%)
  Commercial Banks Time Deposits (7-12 months)



## Portfolio Manager's Commentary (November 2025)

This commentary provides a focused overview of key macroeconomic indicators for Uganda in November 2025, offering valuable insights for investors assessing the broader economic environment.

### Macroeconomic Environment

Uganda's macroeconomic data for November 2025 indicate a broadly stable and favourable environment, with headline inflation easing to 3.1% year-on-year and core inflation at approximately 3.2%, both comfortably within the Bank of Uganda's target range.

This reflects subdued price pressures, partly supported by a modest -0.1% month-on-month decline in the CPI. The central bank maintained the policy rate at 9.75%, signalling confidence in current inflation dynamics and a commitment to maintaining stable financial conditions.

External conditions were bolstered by relatively healthy foreign-exchange reserves, which helped manage currency volatility and anchor macroeconomic stability. Overall, November's data point to a stable, low-inflation environment with solid growth momentum, though continued vigilance is warranted given potential vulnerabilities from global shocks, exchange-rate pressures, and structural constraints.

### Inflation and Price Stability

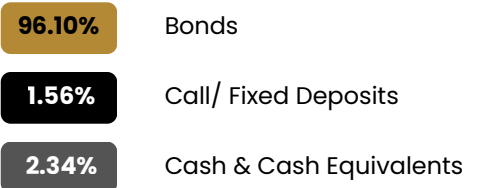
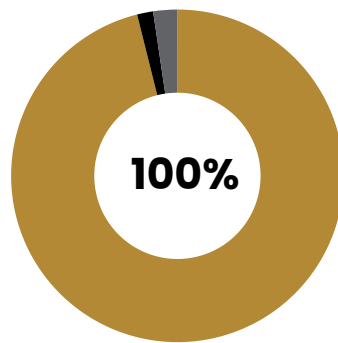
Headline inflation declined further in November 2025, falling from 3.4% in October to 3.1%, while core inflation also eased, placing overall inflation well below the Bank of Uganda's 5% target. This disinflation has been primarily driven by moderating food and energy prices and stable domestic demand.

### Outlook

Inflationary measures are likely to remain stable, but attention should be paid to core inflation, as the festive season may drive price increases for household products due to higher consumer spending. The steady position of the shilling provides a degree of predictability for importers and traders. However, the UGX/USD exchange rate remains a key risk, as a dollar appreciation could quickly influence inflation and business costs.

## Portfolio Allocation (30/11/2025)

Instrument	Percentage (%)
Bonds	96.10%
Call/ Fixed Deposits	1.56%
Cash & Cash Equivalents	2.34%
<b>Total</b>	<b>100%</b>



### Interest Rates and Treasury Market

The Bank of Uganda's Monetary Policy Committee retained the Central Bank Rate at 9.75% in November.

The central bank emphasised that short-term inflation remains contained but continues to monitor external risks, including commodity price fluctuations and a strengthening US dollar, which could potentially reignite inflationary pressures.

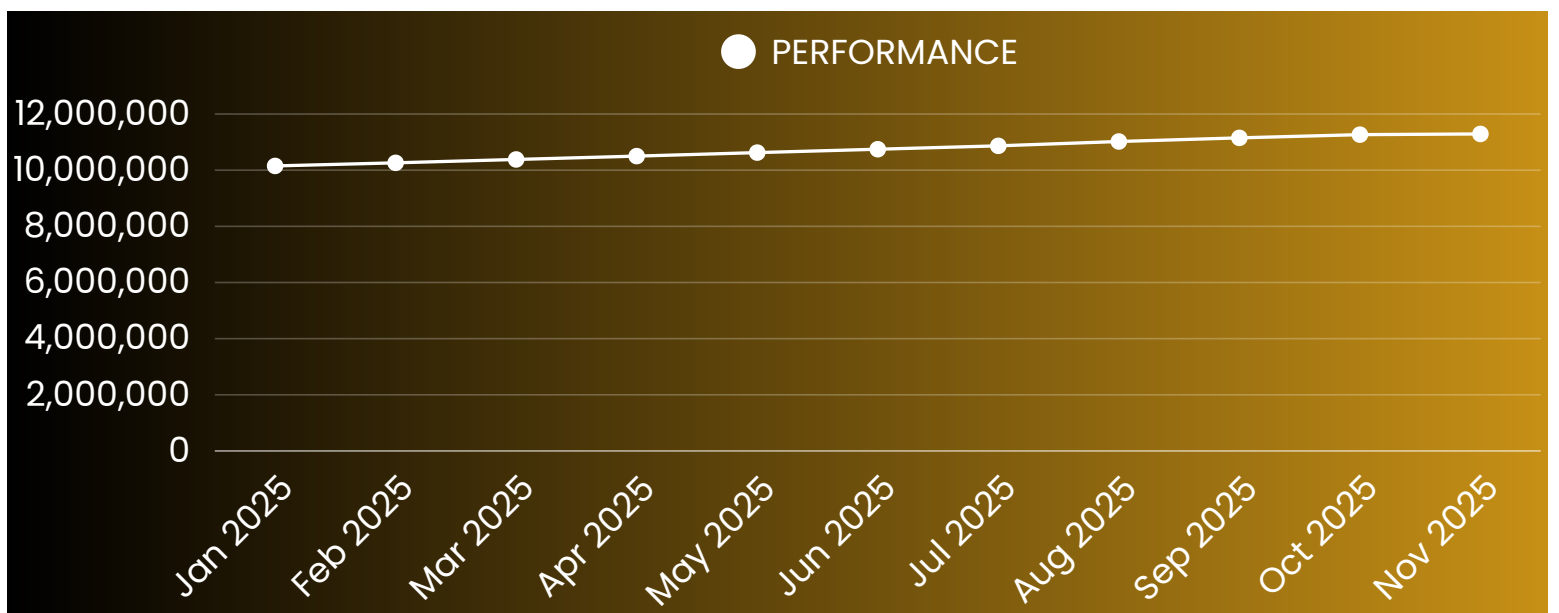
### Exchange Rate Movements

The Ugandan shilling depreciated by 5.5% in mid-November against the US dollar, falling below UGX 3,635 from the previous UGX 3,600-3,630 range. The Bank of Uganda intervened through sterilization measures, including issuing bills and seven-day repos, which kept overnight rates averaging between 9.63% and 10.09%.

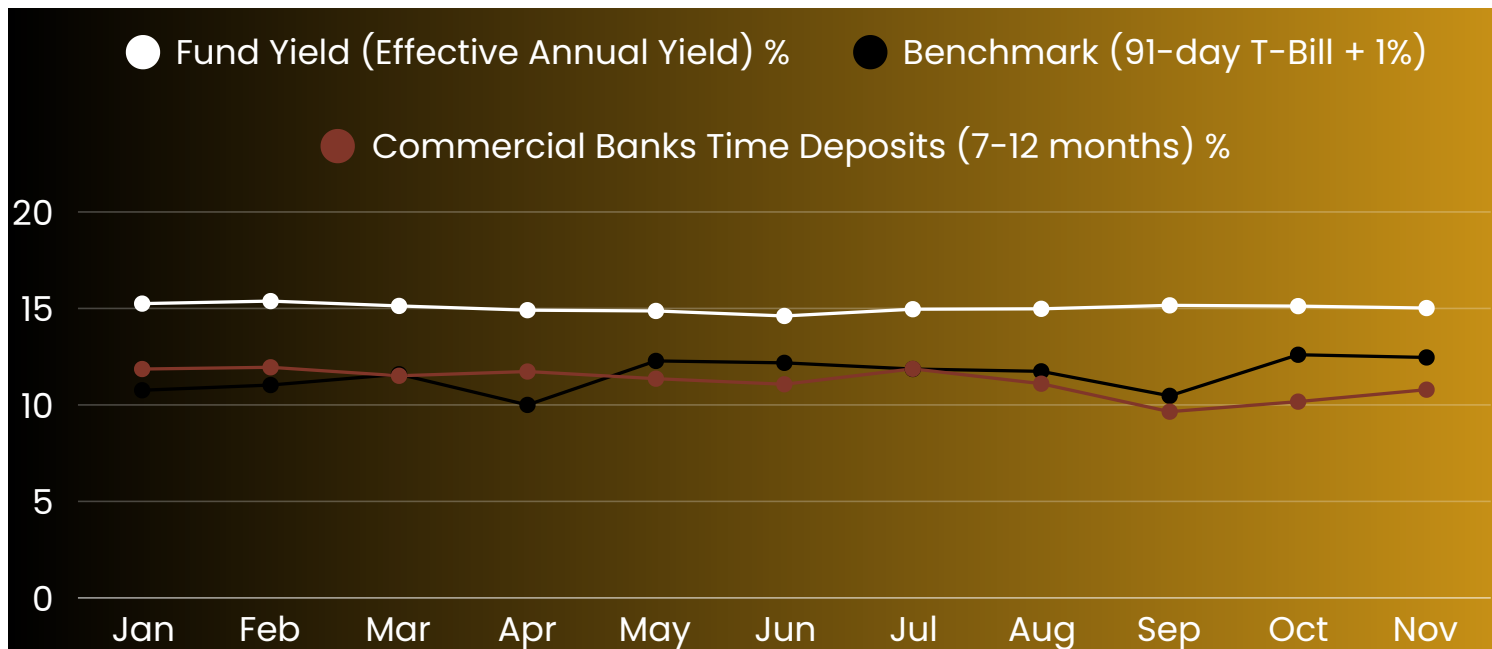
Overall, the shilling remained stable in November, supported by improved foreign exchange inflows and stronger reserves.

## VALUE OF 10 MILLION UGX SINCE INCEPTION

Date	Value
Friday, January 31, 2025	10,151,477
Friday, February 28, 2025	10,261,869
Monday, March 31, 2025	10,382,238
Wednesday, April 30, 2025	10,501,130
Saturday, May 31, 2025	10,626,171
Monday, June 30, 2025	10,746,641
Wednesday, July 30, 2025	10,867,237
Sunday, August 31, 2025	11,021,870
Tuesday, September 30, 2025	11,151,225
Friday, October 31, 2025	11,265,798
Sunday, November 30, 2025	11,290,561



# Performance Vs Benchmark



Risk Measures	Fund	Benchmark (91-day T-Bill + 1%)	Commercial Banks Time Deposits (7-12 months)
Percentage Positive Months	100%	100%	100%
Highest Annual Return	15.70%	12.28%	11.95%
Lowest Annual Return	14.57%	10.00%	9.65%

## Risk Notice

Investment in the Cornerstone Income Fund should be regarded as a medium-term investment. The Fund's investments are subject to normal market fluctuations and risks inherent in all investments. Interest rates may from time to time, go down as well as up. For this reason, the price of units of any Fund and the income from them can go down as well as up. Any investor who is in any 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.

### 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](http://www.cornerstone.co.ug).

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