

A bar chart with three bars. The first bar is white, the second is white and taller than the first, and the third is blue and shorter than the second. The bars are positioned on the left side of the image.

**CYTONN UNIT TRUST FUNDS  
FOR THE PERIOD ENDED 31<sup>ST</sup>  
DECEMBER 2023**

**AGM – 31<sup>ST</sup> MAY 2024**

# THE AGENDA

- SBM Bank (Kenya) Limited brief
- General Role of a Custodian
- Custodian Confirmation on the Audited Financials
- Q &A

# BRIEF ABOUT SBM BANK



## About SBM Bank

SBM Bank Kenya is a subsidiary of SBM Holdings Group, Mauritius. The Group is mainly owned by the Government of Mauritius and associated entities. The Group has presence in Mauritius, India, Madagascar and Kenya.

-  SBM Bank Kenya  
Riverside Drive, Nairobi - Kenya
-  P. O. Box 34886-00100 Nairobi
-  0730 175 000 | 0709 800 000
-  [atyourservice@smbank.co.ke](mailto:atyourservice@smbank.co.ke)
-  [www.smbank.co.ke](http://www.smbank.co.ke)

## Our History

**1973**

SBM Group Established in Mauritius.



**1994**

Present in India since 1994; providing Personal, SME & Corporate Banking. Product offering include trade finance, treasury, working capital finance and retail services.



**1998**

Present in Madagascar in since 1998. Operates 5 branches and serves corporates, large and medium enterprises.



**2017**  
MAY 10

SBM Group successfully completed the acquisition of Fidelity Commercial Bank Limited through SBM Africa Holdings Limited.



**2018**  
AUGUST 18



# BRIEF ABOUT SBM BANK

- SBM Bank Kenya is wholly owned subsidiary of SBM Holdings Group, which was established in 1973 and is owned by the Government of Mauritius and associated entities. The Group has presence in Mauritius, India (1994), Madagascar(1998) and Kenya (since 2017). SBM Holdings is listed in the Stock Exchange of Mauritius and has an asset base of MUR 362.3B as of 31<sup>st</sup> December 2023.
- SBM Holdings Group through SBM Africa holdings successfully completed acquisition of Fidelity Commercial bank in May 2017 and in August 2018 completed acquisition of the carved-out assets and assumed liabilities of Chase Bank Kenya Ltd (In Receivership).
- SBM Bank Kenya has an asset base of Kshs. 94.9B as of 31<sup>st</sup> December 2023 with a network of 39 branches countrywide.
- SBM Bank Kenya is duly licensed to be a Custodian and is regulated by the Capital Markets Authority (CMA)and Retirement Benefits Authority (RBA) of Kenya.
- As a Custodian our core responsibility is in taking into safe custody the assets of the scheme in addition to taking the administrative role revolving around these assets.

# LICENCING

<p>LICENCE NO. <u>SHK/000/17</u></p> <p> Central Bank of Kenya <b>THE BANKING ACT</b> (Cap 488)</p> <p><b>LICENCE TO CONDUCT BANKING BUSINESS</b></p> <p>THIS LICENCE is granted to <u>SBM Bank (Kenya) Limited</u> (name of Bank) of P.O. Box <u>34886</u> (address) (address) and authorizes the said bank to conduct or carry on banking business in Kenya.</p> <p><i>This Licence is issued subject to the provisions of the Central Bank of Kenya Act, the Banking Act and Central Bank of Kenya Prudential Guidelines and in the conditions endorsed herein.</i></p> <p><b>CONDITIONS</b></p> <p>THIS LICENCE SHALL REMAIN VALID UNLESS REVOKED</p> <p>The Central Bank of Kenya may at anytime revoke, amend, suspend or restrict this licence or any term or condition imposed thereon.</p> <p><i>Valid under the authority of</i> CENTRAL BANK OF KENYA</p> <p>CENTRAL BANK OF KENYA SEAL</p> <p>This is done on <u>17<sup>th</sup></u> day of <u>June</u> 2017</p> <p> GOVERNOR CENTRAL BANK OF KENYA</p> <p></p>	<p>Licence No. <u>121</u></p> <p>  <b>CAPITAL</b> MARKETS AUTHORITY <i>Ensuring Prosperity, Growth and Stability in the Capital Markets</i></p> <p>Certified True Copy Of The Original  Anna Masese Advocate</p> <p><b>Licence to conduct the Business of</b> <b>AUTHORIZED DEPOSITORY</b></p> <p>This LICENCE is granted to <b>SBM BANK LIMITED</b></p> <p>Of P.O. Box <u>34886-00100, NAIROBI</u></p> <p>And authorizes the licensee to conduct or carry on the Business of <b>AUTHORIZED DEPOSITORY</b></p> <p>In the Republic of Kenya.</p> <p>This license is issued and shall remain valid subject to compliance with the requirements for approval and provisions of the Capital Markets Act, (Cap, 485A of the Laws of Kenya) Regulations and Guidelines issued thereunder and to such conditions as may be stipulated by the Authority.</p> <p>DATED THIS <u>6<sup>th</sup></u> day of <u>MAY</u> Year <u>2019</u></p> <p>Approved</p> <p> Signed _____</p> <p> Signed _____</p> <p>Chairman CAPITAL MARKETS AUTHORITY</p> <p>Chief Executive CAPITAL MARKETS AUTHORITY</p>	<p>Serial No: <u>CUST 12</u> <b>C1</b></p> <p> <b>RBA</b> Retirement Benefits Authority <i>Safeguarding your retirement benefits</i></p> <p>Certified True Copy Of The Original  Anna Masese Advocate</p> <p><b>Certificate of Registration</b></p> <p>Registration No. <u>RBA/1/13/025</u></p> <p>This is to certify that</p> <p><b>SBM Bank (Kenya) Limited</b></p> <p>(Custodian) is registered and authorized to act as a Custodian of retirement benefits schemes funds subject to the provisions of the Retirement Benefits Act and the conditions endorsed herein</p> <p><b>CONDITIONS</b></p> <p>Given under my hand and seal of the Retirement Benefits Authority this</p> <p><u>10<sup>th</sup></u> day of <u>December</u> 2018</p> <p> Chief Executive Officer Retirement Benefits Authority</p>
--	---	---

# CUSTODIAN RESPONSIBILITY

- Account opening: Open and Maintain segregated bank accounts, manage cash transactions and settlement accounts within and outside SBM bank for the exclusive benefit of the scheme ,under the instructions from Fund manager and the administrator.
- Safekeeping of Assets: Ensure we have taken into safe custody all documents of title and all assets such as stocks, bonds, deposits and cash.
- Facilitate Settlement of investment transactions (Purchases, sales, placements, liquidations or transfers) upon receipt of proper instructions.
- Corporate actions administrations and collection of income accruing from these assets: dividends for Shares, interest income for deposits, coupons for bonds entitlements such as bonus shares, rights offers.
- Registration of assets with various CDS(Central depository Systems).
- Reporting to the trustees, the fund manager, the administrator and the regulators as well as the members of the scheme.

# CUSTODIAN RESPONSIBILITY

- The Custodian does not design the investment portfolio or offer investment advise.

## ASSETS UNDER CUSTODY- CYTONN MONEY MARKET FUND

ASSET CATEGORY	HOLDINGS (KSHS)
Cash at Bank	10,681,732.53
Fixed Deposits	132,148,986.99
Other CIS	253,865,388.12
Treasury Bonds	60,982,789.82
Treasury Bills	14,944,836.15
<b>TOTAL</b>	<b>472,623,733.61</b>



# ASSETS UNDER CUSTODY- CYTONN MONEY MARKET USD FUND

ASSET CATEGORY	HOLDINGS (DOLLARS)
Cash at Bank	8,383.17
Fixed Deposits	95,092.86
Government Securities	12,181.19
<b>TOTAL</b>	<b>115,657.22</b>

## ASSETS UNDER CUSTODY- CYTONN AFRICA FINANCIAL SERVICES FUND

ASSET CATEGORY	HOLDINGS (KSHS)
Cash at Bank	42,799.85
Fixed Deposits	103,862.44
Other CIS	207,101.37
Equities	464,108.70
<b>TOTAL</b>	<b>815,204.05</b>

## ASSETS UNDER CUSTODY- CYTONN BALANCED FUND

ASSET CATEGORY	HOLDINGS (KSHS)
Cash at Bank	40,493.65
Fixed Deposits	95,370.41
Treasury Bonds	477,967.38
Equities	379,960.00
<b>TOTAL</b>	<b>993,791.44</b>

## ASSETS UNDER CUSTODY- CYTONN EQUITY FUND

ASSET CATEGORY	HOLDINGS (KSHS)
Cash at Bank	123,448.17
Fixed Deposits	563,181.92
Equities	725,700.00
<b>TOTAL</b>	<b>1,412,330.09</b>

## CUSTODIAN STATEMENT- AUDITED FINANCIALS

For the year ended 31<sup>st</sup> December 2023, we held assets for Cytonn Unit Trust Scheme (Cytonn Money Market Fund, Cytonn Money Market- USD Fund, Cytonn Africa Financial Services Fund, Cytonn Balanced Fund and Cytonn Equity Fund) as outlined in the Audited Financials and below. These assets include cash, deposits, other securities (treasury bills, treasury bonds, equities), documents of ownership and income that accrue thereof, to the assets to the order of the Fund Manager and facilitated the transfer, exchange or delivery in accordance with the instructions received from the Fund Manager and the Administrator.

We have executed our mandate as per the Capital Markets (Collective Investment Schemes) regulations, 2001 and the custody agreement between SBM Bank (Kenya) Limited and Cytonn Asset Managers as the Fund manager and under the guidance of the Corporate Trustees.



*Thank You*