



# Legacy Equity Fund

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<b>FUND MANAGER</b>	<b>FIRST CITY ASSET MANAGEMENT LTD</b>
<b>FUND TYPE</b>	<b>EQUITY FUND</b>
<b>PERIOD</b>	<b>APRIL 2016</b>

## FUND INFORMATION

**Investment Objective:** The Fund seeks to achieve capital growth over economic cycles and generate stable returns. This is equivalent to a medium-to-long term investment outlook.

	Nigeria	Min initial purchase	10,000 units
Domicile	2005	Min additional purchase	1,000 units
Fund Incorporation	FCAMLEF NL / BBG007670TX2	Entry/Exit fee	Nil / 2%, if within 3-months
Bloomberg Ticker / ISIN	Nigerian Naira (NGN)	Annual Management fee	1.50%
Base currency	₦434.4million	Performance Fee	1% of excess return over 20%
Fund size	NGSE All share Index	Trading frequency	Daily
Benchmark	₦0.83 / ₦0.85	Settlement	Trade date + 5
Bid / Offer Price			

## SUMMARY OF MARKET ACTIVITY AND OUTLOOK

The Fund benefited from its 66% underweight position in equities, relative to the benchmark, as it returned 3.66%, compared with -0.96% for the benchmark. About 2.44% of Fund performance was from dividend income. The Fund outperformed the benchmark by 5.91%, April Year-to-date. 5-year annualized volatility for the Fund was 18.80%, compared with 20.40% for the benchmark.

Based on data from Nigeria's National Bureau of Statistics, the Consumer Price Index (CPI) increased by 12.8% y/y in March, compared with 11.40% in the previous month. The increase of 1.4% in the inflation rate was due to fast rising prices across all components of the CPI; imported inflation from a weakening of the Nigerian currency in the parallel market, was a major driver of increased inflationary pressure. In the domestic sovereign bond market, yields increased across all maturities. The yield on the 3-year government bond increased by 257 basis points, to 12.55%, compared with an increase of 97 basis points, to 13.34%, for the 20-year bond. The DMO reopened the FGN bond 15.54% Feb 2020s, 12.5% FGN Jan 2026s and 12.40% Mar 2036s. Bids-to-cover were 2.93 times, 1.96 times and 1.74 times, compared with the previous 3.63 times, 2.23 times and 2.51 times recorded in March.

Internationally, both the Emerging Markets and Developed Markets Indices had positive returns; the Developed Markets index gained 1.97%, compared with an increase of 1.36% for the Emerging Markets index.

## AS AT OUR CUT-OFF

Equity Index	Closing Price	Change % in Month	Change % Year-to-date	Price-to-Earnings
Emerging Markets	651	1.36	7.54	14.00
Developed Markets	380	1.97	1.86	20.71
Nigeria	25062	-0.96	-12.50	15.42
Kenya	147	-0.60	0.59	13.15
South Africa	52957	1.35	4.47	55.40
Brazil	54003	7.89	24.58	102.22
Russia	1953	4.38	10.88	7.76
India	25607	1.04	-1.96	19.46
Hong Kong	21067	1.40	-3.87	10.38
USA	2054	-0.26	0.51	18.90
Europe	341	1.17	-6.65	26.19
UK	3428	0.97	-0.47	40.04
Japan	1341	-0.49	-13.36	15.50

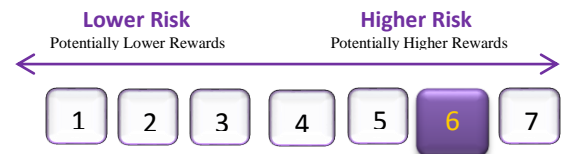
## MAIN RISK FACTORS

**MARKET RISK:** Risk that an investor could experience losses as a result of changes in factors that impact the whole market, such as interest rates and foreign exchange rates

**DEFAULT RISK:** Risk that a company will not be able to honour its debt and may be forced to stop trading

**DOWNGRADE RISK:** Risk that a company's credit rating may be cut, which could affect its market value

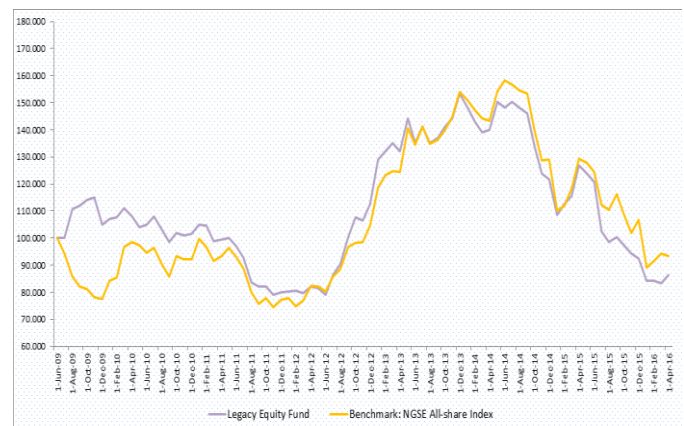
## Synthetic Risk & Reward Indicator



## PERFORMANCE

	Legacy Equity Fund Return (%)	Benchmark NGSE ASI Return (%)
<b>April Performance</b>	3.66	-0.96
<b>Inflation-adjusted (based on March CPI m/m)</b>	1.43	-3.09
<b>5-Year annualised</b>	Tracking Error <b>9.27</b>	Information Ratio <b>-0.16</b>

## Cumulative Growth: August 2009 – Date



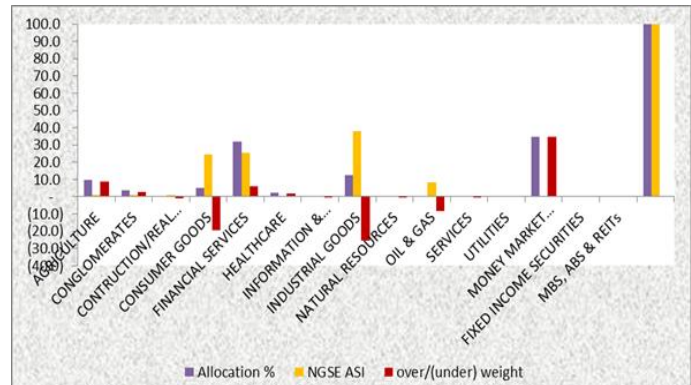
Performance returns are calculated on a Net-of-Fees basis  
 The Fund paid a dividend of 8.7kobo per unit in July 2015

## FUND STRUCTURE

### Asset Allocation

Asset	Range	Target
Money Market Instruments	0 to 40%	10%
Fixed Income Securities	0 to 40%	5%
Equities	60 to 100%	85%
Asset Backed and Mortgage Backed Securities & REITs	0 to 10%	0%

## Investment relative to benchmark



First City Asset Management Ltd (FCAM) is a subsidiary of CSL Stockbrokers Ltd, a member of FCMB Group plc. FCAM is authorised and regulated by the Securities & Exchange Commission, Nigeria.

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FCAM has not considered the suitability of this investment against your individual risk and return targets. Past performance is not a reliable indicator of future returns, the value of investments may fall as well as rise, and investors may not get back the original amount invested. The Synthetic Risk and Reward Indicator (SRRI) measures the volatility of returns. It ranks Funds between 1 to 7, where 1 is the lowest risk and 7 is the highest risk.

