



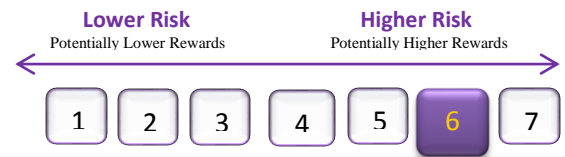
Legacy Equity Fund

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FUND MANAGER	FIRST CITY ASSET MANAGEMENT LTD
FUND TYPE	EQUITY FUND
PERIOD	MAY 2016

Synthetic Risk & Reward Indicator



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			
Fund Incorporation	2005	Min additional purchase	1,000 units
Bloomberg Ticker / ISIN	FCAMLEF NL / BBG007670TX2	Entry/Exit fee	Nil / 2%, if within 3-months
Base currency	Nigerian Naira (NGN)	Annual Management fee	1.50%
Fund size	₦475.3million	Performance Fee	1% of excess return over 20%
Benchmark	NGSE All share Index	Trading frequency	Daily
Bid / Offer Price	₦0.91 / ₦0.93	Settlement	Trade date + 5

SUMMARY OF MARKET ACTIVITY AND OUTLOOK

The Nigerian government's decision to raise the price of petrol had a positive impact on market sentiment. The Fund, which closed with an allocation of 68% to equities, returned 9.41%, compared with 10.41% for the benchmark. The Fund outperformed the benchmark by 5.59%, May 2016 Year-to-Date. 5-year annualized volatility for the Fund was 19.30%, compared with 20.80% for the benchmark.

Based on data from Nigeria's National Bureau of Statistics (NBS), the Consumer Price Index (CPI) increased by 13.70% y/y in April, compared with 12.80% in March. A weakening of the Nigerian Naira in the parallel market fed into the costs of imported items. Also, higher energy prices increased pressure on prices of goods and services. Headline CPI, which has risen for 6 consecutive months, is expected to maintain its upward trajectory. Also, data from the NBS showed that Nigeria's economy contracted by 0.36% y/y in 1Q 2016, with forecasts of further contraction in 2Q, effectively a recession; the economy expanded by 4.68% and 2.83% in 1Q 2015 and 4Q 2015, respectively. In the domestic sovereign bond market, yields mostly increased. However, the curve flattened, with yield at the 3-year part of the curve rising by 97 basis points, to 13.51%, compared with a 1 basis point decrease at the 20-year point, to 13.36%. The DMO reopened the FGN bond 15.54% Feb 2020s, 12.5% FGN Jan 2026s and 12.40% Mar 2036s. Bids-to-cover were 2.36 times, 1.29 times and 1.45 times, compared with the previous 2.93 times, 1.96 times and 1.74 times recorded in April.

Internationally, the Emerging Markets Index fell by 3.47%, compared with an increase of 0.69% for the Developed Markets Index.

AS AT OUR CUT-OFF

Equity Index	Closing Price	Change % in Month	Change % Year-to-date	Price-to-Earnings
Emerging Markets	626	-3.47	3.37	14.11
Developed Markets	382	0.69	2.19	20.62
Nigeria	27671	10.41	-3.39	17.86
Kenya	144	-2.26	-1.43	11.11
South Africa	53905	1.79	6.33	52.60
Brazil	48862	-9.36	12.72	84.10
Russia	1899	-2.77	7.81	8.85
India	26668	4.14	2.11	20.12
Hong Kong	20815	-1.20	-5.02	10.41
USA	2094	1.39	2.45	19.38
Europe	347	1.75	-5.02	28.20
UK	3430	0.24	-0.42	46.96
Japan	1380	2.93	-10.83	16.40

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

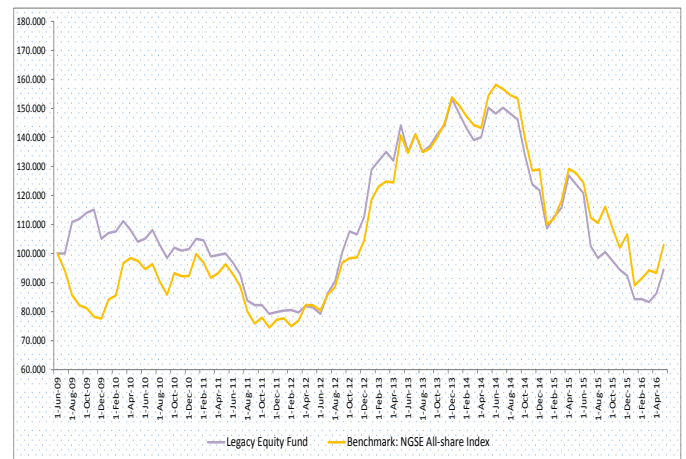
DEFAULT RISK: Risk that a company will not be able to honour its debt and may be forced to stop trading

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

PERFORMANCE

	Legacy Equity Fund Return (%)	Benchmark NGSE ASI Return (%)
May Performance	9.41	10.41
Inflation-adjusted (based on April CPI m/m)	7.68	8.66
5-Year annualised	Tracking Error	Information Ratio
	9.20	-0.19

Cumulative Growth: August 2009 – Date



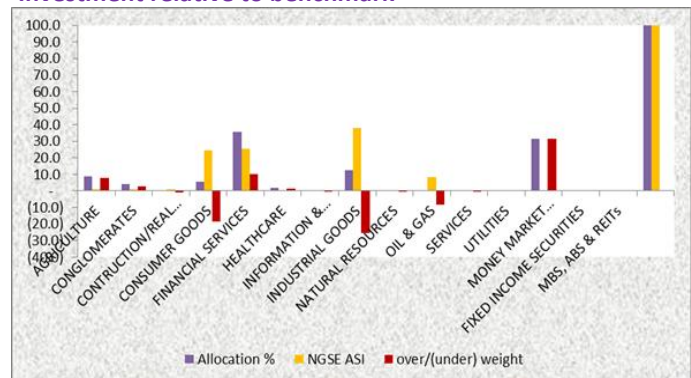
Performance returns are calculated on a Net-of-Fees basis
 The Fund paid a dividend of 8.7kobo per unit in July 2015

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



FCAM

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.

DISCLAIMER NOTICE

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.