



FUND MANAGER	FIRST CITY ASSET MANAGEMENT LTD
FUND TYPE	EQUITY FUND
PERIOD	February 2019

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.

Domicile	Nigeria	Min initial purchase	10,000 units
Fund Incorporation	2005	Min additional purchase	1,000 units
Bloomberg Ticker / ISIN	FCAMLEF NL / BGG007670TX2	Entry/Exit fee	Nil / 2%, if within 3-months
Base currency	Nigerian Naira (NGN)	Annual Management fee	1.50%
Fund size	₦638.7million	Performance Fee	1% of excess return over 20%
Benchmark	NGSE All share Index	Trading frequency	Daily
Bid / Offer Price	₦1.21 / ₦1.23	Settlement	Trade date + 5
Total Expense Ratio	2.25%	Fund Year End	June

SUMMARY OF MARKET ACTIVITY AND OUTLOOK

At the end of February, the Fund closed with allocations of 67% and 33% to Equities and Money Market Instruments. The Fund returned 3.20%, compared with 3.81% for the index. However, the 5-year annualised volatility for the Fund remained at 17.00%, compared with 21.70% for the benchmark.

Inflation data released by Nigeria's National Bureau of Statistics showed that Headline Consumer Price Index rose by 11.37% y/y in January 2019, compared with 11.44% in the previous month. Month-on-month, the Headline index increased by 0.74%, which was the same rate as was recorded in December 2018. Core inflation, which excludes the prices of volatile food produce, rose by 1.02% in January, to 9.90% y/y. However, Food inflation declined by 0.37%, to 13.51% y/y. In the domestic sovereign bond market, yields decreased across most maturities. The yield on the 3-year government bond fell by 35 basis points, to 14.64%, whilst that on the 20-year bond decreased by 127 basis points, to 13.82%; the yield curve between these points was inverted. The DMO issued a new 10-year FGN bond 13.98% Feb 2028s. The bond was oversubscribed with a bid-to-cover ratio of 1.57 times. Also, the DMO reopened the 5-year FGN bond 14.50% Jul 2021s; the bond was undersubscribed, with a bid-to-cover ratio of 0.78 times. In the previous month, bid-to-cover ratios for the 5-year, 7-year, and 10-year FGN Bonds were 0.33 times, 0.63 times and 2.99 times, respectively.

Internationally, the Emerging Markets index increased by 1.27%. Also, the Developed Markets index rose by 3.23%.

AS AT OUR CUT-OFF

Equity Index	Closing Price	Change % in Month (LCY)	Change % Year-to-date (LCY)	Change % Year-to-date (in USD)	P/E Ratio
Emerging Markets	869	1.27	9.63		13.89
Developed Markets	509	3.23	11.24		16.81
Nigeria	31722	3.81	0.93	1.90	7.74
Kenya	153	1.48	8.64	10.43	12.79
South Africa	56002	3.41	6.19	8.51	15.60
Brazil	95538	-1.91	8.71	12.20	20.06
Russia	2485	-1.42	4.89	4.89	5.88
India	35867	-1.07	-0.56	-1.94	27.03
Hong Kong	28633	2.47	10.79	10.56	10.92
USA	2792	3.26	11.39	11.39	18.40
Europe	373	4.00	10.47	9.88	16.98
UK	3895	1.82	5.99	10.28	16.58
Japan	1608	2.56	7.60	6.08	13.70

*LCY – Local Currency

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.

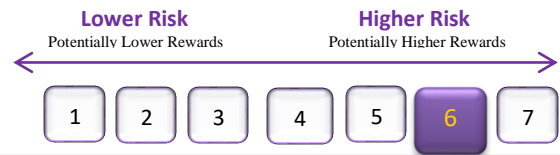
FCAM

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DISCLAIMER NOTICE

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.

Synthetic Risk & Reward Indicator

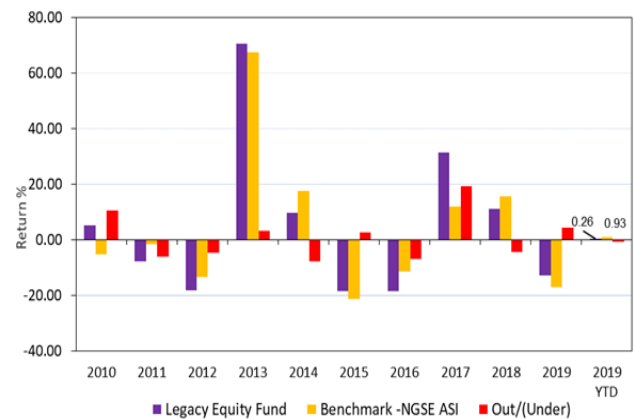


PERFORMANCE

	Legacy Equity Fund Return (%)	Benchmark NGSE ASI Return (%)
February Performance	3.20%	3.81%
Inflation-adjusted (based on January CPI m/m)	2.45%	3.05%
Range of expected annual returns, based on 5-year historical performance	-18.23% to 15.77%	-23.78% to 19.62%
5-Year annualised	Tracking Error 11.64%	Information Ratio 0.11

Fund Year: July - June

Discrete Performance %



Performance returns are calculated on a Net-of-Fees basis. The Fund paid dividends of 5.38kobo, 8kobo, 8.7kobo and 12kobo per unit in June 2009, July 2014, July 2015 and January 2018. The 12kobo dividend that was paid in January 2018, for Fund year-ended 30 June 2017, implied a dividend yield of 12.38%.

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

