



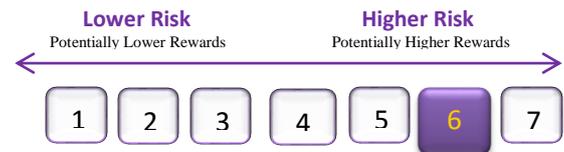
# Legacy Equity Fund

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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>FEBRUARY 2016</b>

## 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	₦426.95million	Performance Fee	1% of excess return over 20%
Benchmark	NGSE All share Index	Trading frequency	Daily
Bid / Offer Price	₦0.82 / ₦0.83	Settlement	Trade date + 5

## SUMMARY OF MARKET ACTIVITY AND OUTLOOK

The Fund closed with allocations of 66% to Equities. The Fund stayed flat, in February, while the benchmark returned 2.74%. This relative underperformance was due to the Fund's underweight position compared to the equity market index. 5-year annualised volatility for the Fund was 18.90% compared with 20.50% for the benchmark.

Based on data from Nigeria's National Bureau of Statistics (NBS), the Consumer Price Index increased by 9.62% y/y in January, compared with 9.55% in the previous month. The marginal increase was due to rising prices of Food & Non Alcoholic Beverages and Clothing & Footwear. In the domestic sovereign bond market, yields increased across most maturities, but declined at the intermediate part of the yield curve. The curve flattened, with yield on the 3-year government bond increasing by 23 basis points, to 9.76%, compared with an increase of 13 basis points, to 12.14%, for the 20-year bond. The DMO reopened the FGN bond 15.54% Feb 2020s and 12.5% FGN Jan 2026s. Bids-to-cover were 3.05 times and 2.23 times, up from the previous 1.86 times and 2.14 times recorded in January. Internationally, the Emerging Markets Equity index and the Developed Market Equity Index closed at 566 and 350, respectively. While the Developed Market Equity index fell by 29 basis points, the Emerging Market Equity index was almost flat.

## AS AT OUR CUT-OFF

Equity Indices	Closing Price	Change % in Month	Change % Year-to-date	Price-to-Earnings
Emerging Markets	566	0.01	-6.52	11.84
Developed Markets	350	-0.29	-6.26	21.16
Nigeria	24571	2.74	-14.22	15.49
Kenya	142	3.82	-2.52	12.53
South Africa	49415	0.56	-2.52	46.50
Brazil	42566	5.35	-1.81	64.14
Russia	1840	3.10	4.47	9.18
India	23002	-7.51	-11.93	17.70
Hong Kong	19112	-2.90	-12.79	8.56
USA	1948	0.40	-4.69	17.57
Europe	332	-3.04	-9.28	25.06
UK	3335	-0.02	-3.17	32.49
Japan	1298	-9.37	-16.12	14.41

## 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

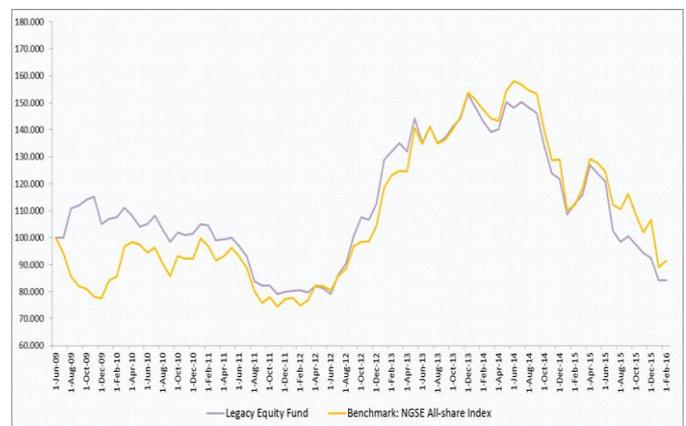
**DEFAULT RISK:** Risk that a company will not be able to honour its debt and may be forced to stop trading

**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 (%)
February Performance	0.00	2.74
Inflation-adjusted (based on January CPI m/m)	-0.86	1.85
5-Year annualised	Tracking Error <b>8.84</b>	Information Ratio <b>-0.18</b>

## Cumulative Growth: August 2009 – Date



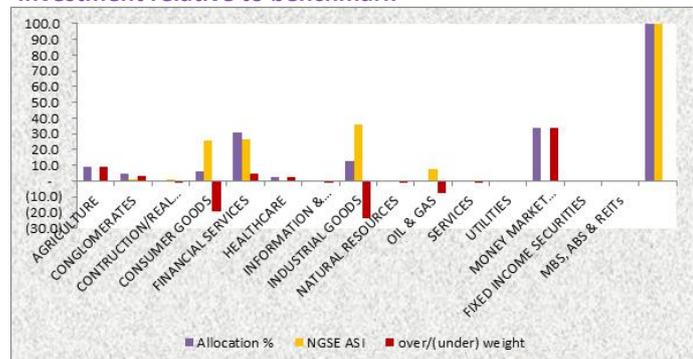
Performance returns are calculated on a Net-of-Fees basis  
 The Fund paid a dividend of 8.7kobo per unit in July 2015

## 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



**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.

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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.