Legacy Equity Fund

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FUND MANAGER	FIRST CITY ASSET MANAGEMENT LTD
FUND TYPE	EQUITY FUND
PERIOD	JUNE 2015

Synthetic Risk & Reward Indicator

Lower Risk — Potentially Lower Rewards
Higher Risk — Potentially Higher Rewards

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FUND INFORMATION

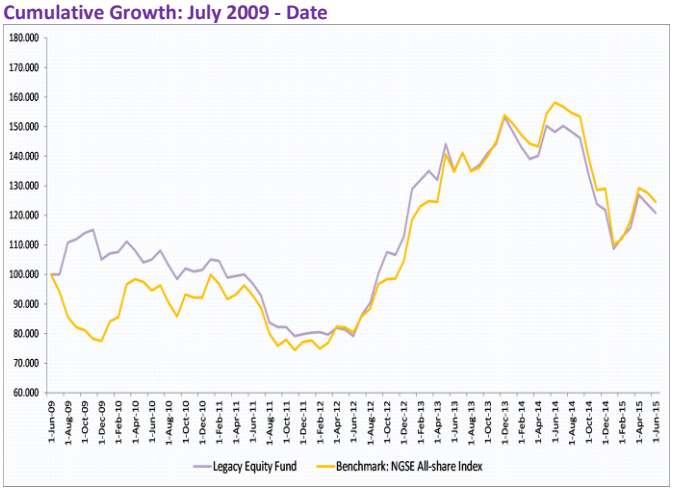
Investment Objective: The Fund seeks to achieve capital growth over economic cycles and generate stable returns. This is equivalent to a medium-to-long term investment outlook.

Domicile	**Nigeria**	**Min initial purchase**	**10,000 units**
Fund Incorporation	2005	**Min additional purchase**	1,000 units
Bloomberg Ticker / ISIN	FCAMLEF NL / BBG007670TX2	**Entry/Exit fee**	Nil / 2%, if within 3-months
Base currency	Nigerian Naira (NGN)	**Annual Management fee**	1.50%
Fund size	₦733.91 million	**Performance Fee**	1% of excess return over 20%
Benchmark	NGSE All share Index	**Trading frequency**	Daily
Bid / Offer Price	₦1.16 / ₦1.19	**Settlement**	Trade date + 5

PERFORMANCE

	Legacy Equity Fund Return (%)	Benchmark NGSE ASI Return (%)
June Performance	-2.46	-2.49
Inflation-adjusted (based on May CPI m/m)	-3.52	-3.55
5-Year annualised	Tracking Error	Information Ratio
	7.37%	-0.09

Cumulative Growth: July 2009 - Date



Performance returns are calculated on a Net-of-Fee basis

SUMMARY OF MARKET ACTIVITY AND OUTLOOK

The Fund closed with an allocation of 76.43% to Equities. Costs associated with organising the 4th AGM of the Fund reduced outperformance relative to the benchmark, by 26 basis points. June 2015 Year-to-date, the Fund has returned -0.83%, compared with -3.46% for the benchmark. This represents an outperformance of 2.63%. Based on data from Nigeria's National Bureau of Statistics (NBS), the Consumer Price Index (CPI) rose by 9% y/y in May, compared with 8.70% y/y in April. This was the sixth consecutive monthly increase and was mainly driven by higher food and energy prices. We expect inflationary pressure to continue to rise. In the domestic sovereign bond market, yields increased across all maturities. The curve steepened between the 2-year and 20-year points, with the 2-year bond closing at 14.44%, compared with 14.89% for the 20-year bond. The DMO reopened FGN bonds 15.54% February 2020s, 14.20% March 2024s and 12.1493% July 2034s. Bids-to-cover were 1.26, 2.39 and 1.76 times, compared with 2.13, 4.08 and 2.96 times recorded in May. Internationally, the Emerging Markets and Developed Markets Equity indices fell by between 2 to 4%, to 732 and 386, respectively. The indices have gained 2.47% and 3.11%, since the beginning of the year. The outcome of on-going talks between Greece and the troika of the ECB, EU and IMF regarding Greece's indebtedness, is expected to weigh on market sentiment.

AS AT OUR CUT-OFF

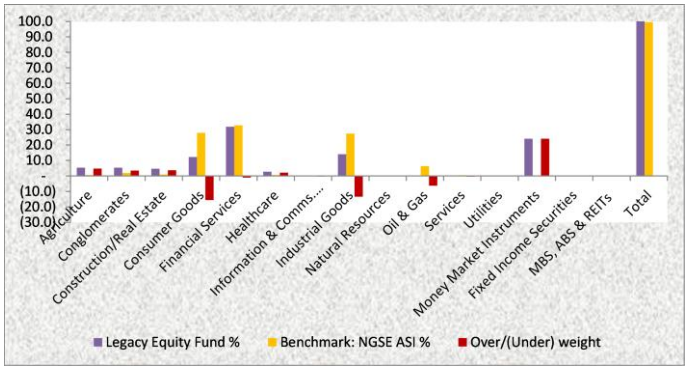
Equity Indices	Closing Price	Change % in Month	Change % Year-to-date	Price-to-Earnings
Emerging Markets	732	-3.61	2.47	
Developed Markets	386	-2.24	3.11	
Nigeria	33457	-2.49	-3.46	8.00
Kenya	164	1.41	0.93	14.73
South Africa	51807	-0.89	4.09	19.37
Brazil	52958	0.38	5.90	32.53
Russia	1655	2.82	18.47	9.90
India	27781	-0.17	1.02	22.24
Hong Kong	26250	-4.28	11.21	10.91
USA	2062	-2.15	0.16	18.20
Europe	381	-4.64	11.32	22.71
UK	3571	-5.97	1.07	21.29
Japan	1630	-2.58	15.84	18.48

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



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

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.