



Legacy Equity Fund

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



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	₦422.77million	Performance Fee	1% of excess return over 20%
Benchmark	NGSE All share Index	Trading frequency	Daily
Bid / Offer Price	₦0.81 / ₦0.82	Settlement	Trade date + 5

SUMMARY OF MARKET ACTIVITY AND OUTLOOK

The Fund returned -1.2%, in March, compared with 2.99% for the benchmark. This relative underperformance was due to the Fund's underweight position in equities. However, the Fund outperformed the benchmark by 1.76%, March Year-to-date.

Based on data from Nigeria's National Bureau of Statistics, the Consumer Price Index (CPI) increased by 11.40% y/y in February, compared with 9.62% in the previous month. The sharp jump in the inflation rate was due to rising prices across major components of the CPI. The Central Bank of Nigeria (CBN) unexpectedly tightened policy, at the end of its 21-22 March 2016 Monetary Policy Committee meeting. The Bank increased both the Monetary Policy Rate and Cash Reserve Requirement Ratio by 1% and 2.50%, respectively. In the domestic sovereign bond market, yields increased across most maturities, except for the 5-yr and 7-yr FGN bonds. The yield on the 3-year government bond increased by 26 basis points, to 10.02%, compared with an increase of 25 basis points, to 12.39%, for the 20-year bond. The DMO issued a new 20-year FGN Bond 12.40% Mar 2036s, and reopened the FGN bond 15.54% Feb 2020s and 12.5% FGN Jan 2026s. Bids-to-cover, for the reopened issues were 3.63 times and 2.23 times, compared with the previous 3.05 times and 2.23 times recorded in February. The bid-to-cover for the new issue was 2.51 times. Internationally, both the Emerging Market and Developed Market Indices had positive returns; the Emerging Market index gained 12.99%, compared with an increase of 7.34% for the Developed Market index.

AS AT OUR CUT-OFF

Equity Indices	Closing Price	Change % in Month	Change % Year-to-date	Price-to-Earnings
Emerging Markets	640	12.99	5.68	13.72
Developed Markets	374	7.34	0.17	19.41
Nigeria	25306	2.99	-11.65	12.82
Kenya	147	3.81	1.19	12.95
South Africa	52250	5.74	3.07	60.08
Brazil	50226	17.37	15.86	
Russia	1864	1.27	5.81	8.51
India	25342	10.17	-2.97	19.46
Hong Kong	20777	8.71	-5.19	10.14
USA	2066	6.95	1.10	18.77
Europe	338	1.19	-7.64	24.42
UK	3397	1.53	-1.38	35.80
Japan	1347	3.8	-12.93	14.97

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

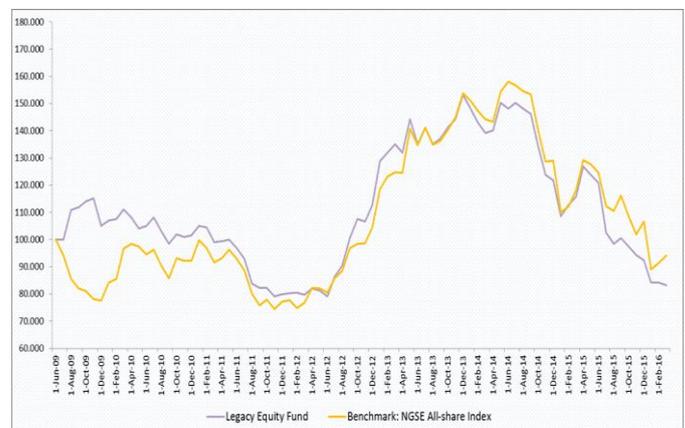
DEFAULT RISK: Risk that a company will not be able to honour its debt and may be forced to stop trading

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 (%)
March Performance	-1.20	2.99
Inflation-adjusted (based on February CPI m/m)	-3.43	0.67
5-Year annualised	Tracking Error 9.01	Information Ratio -0.27

Cumulative Growth: August 2009 – Date



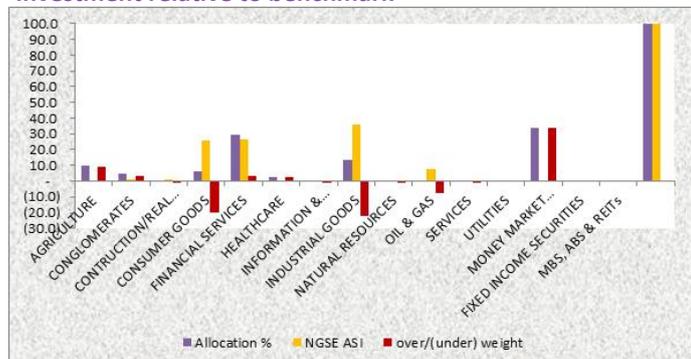
Performance returns are calculated on a Net-of-Fees basis
 The Fund paid a dividend of 8.7kobo per unit in July 2015

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.

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.