



Legacy Equity Fund

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FUND MANAGER	FIRST CITY ASSET MANAGEMENT LTD
FUND TYPE	EQUITY FUND
PERIOD	MARCH 2017

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	₦496.87million	Performance Fee	1% of excess return over 20%
Benchmark	NGSE All share Index	Trading frequency	Daily
Bid / Offer Price	₦0.96 / ₦0.98	Settlement	Trade date + 5

SUMMARY OF MARKET ACTIVITY AND OUTLOOK

The Fund returned 2.57%, compared with 0.74% for the Index, representing an outperformance of 1.83%. March 2017 year-to-date, the Fund returned 4.88% versus -5.06% for the index. At the end of the month, the Fund closed with allocations of 68% and 32% to Equities and Money Market Instruments, respectively. 5-year annualised volatility for the Fund was 18.80%, compared with 20.80% for the index. Given expectations that Nigeria's economy will expand in 2017, and based on an anticipated removal of capital controls, both of which should boost activity in the equity market, the Fund will increase its allocation to equities, during the year.

Data from Nigeria's National Bureau of Statistics showed that the Headline Consumer Price Index (CPI) rose by 17.78% y/y in February 2017, compared with 18.72% in the previous month. The decrease was the first time in fifteen (15) months that the Headline CPI had fallen, year-on-year. However, the inflation rate remained above the 9% upper limit of the Central Bank of Nigeria's annual target range of 6-9%, with housing, energy and transportation remaining key contributors to the relatively high inflation rate. Core inflation moderated for the third (3) straight month, declining by 1.85%, to 16% y/y. This largely reflected a slower pace in rising prices across key divisions such as Education, Restaurant & Hotels, and Health. Despite the persistence of inflationary pressure, the Central Bank of Nigeria left its key rates unchanged, at its March 2017 meeting. In the domestic sovereign bond market, yields decreased across most maturities, on average. The yield on the 3-year government bond fell by 29 basis points, to 15.79%, compared with a decrease of 90 basis points, to 15.82%, for the 20-year bond. The DMO issued a new 10-year FGN bond 16.2884% Mar 2027s, and reopened the FGN bond 14.50% Jul 2021s and FGN bond 12.40% Mar 2036s. Bids-to-cover were 1.52times for the 2027s, 0.85times for the 2021s and 2.92times for the 2036s, compared with 2.42 times (2021s) and 3.11 times (2036s) recorded in February.

Internationally, the Developed Markets Index gained 3.30% in March, compared with 1.55% gain for the Emerging Markets Index.

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	768	3.30	11.62	-2.02	15.49
Developed Markets	433	1.55	7.10	-2.58	21.74
Nigeria	25516	0.74	-5.05	-2.02	12.74
Kenya	131	4.50	-2.12	-2.58	10.77
South Africa	52056	1.78	2.77	4.87	18.71
Brazil	65581	-1.62	8.89	12.89	20.00
Russia	1996	-1.96	-10.61	-1.26	6.07
India	29621	3.05	11.24	15.98	21.98
Hong Kong	24112	0.00	9.60	9.39	13.31
USA	2370	0.26	5.85	5.85	21.83
Europe	381	2.94	5.46	7.05	26.41
UK	3990	0.93	3.02	4.58	36.58
Japan	1513	0.00	-0.40	4.58	18.35

*LCY – Local Currency

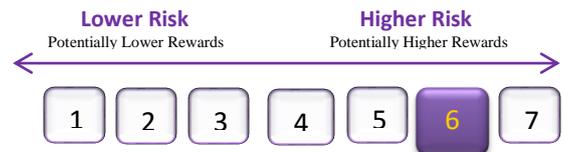
MAIN RISK FACTORS

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

Synthetic Risk & Reward Indicator

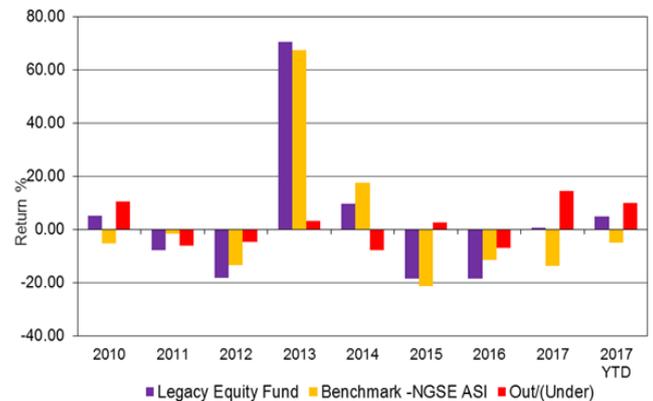


PERFORMANCE

	Legacy Equity Fund Return (%)	Benchmark NGSE ASI Return (%)
March Performance	2.57	0.74
Inflation-adjusted (based on Feb CPI m/m)	1.06	-0.74
5-Year annualised	Tracking Error 10.11	Information Ratio 0.08

Fund Year: July - June

Discrete Performance %



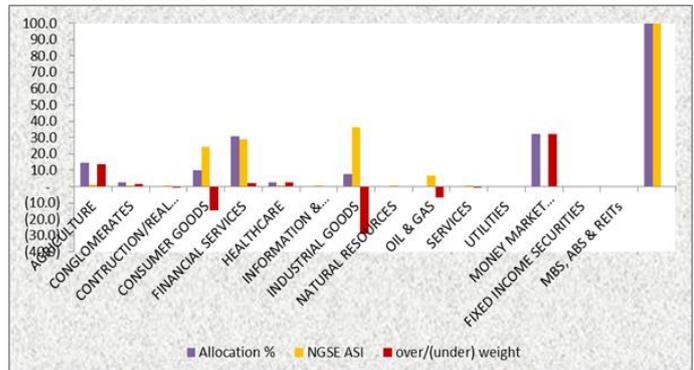
Performance returns are calculated on a Net-of-Fees basis
The Fund paid a dividend of 8.7kobo per unit in July 2015

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

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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.