



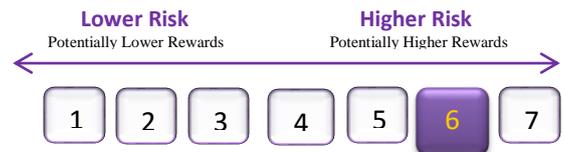
Legacy Equity Fund

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

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.

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	₦468.03million	Performance Fee	1% of excess return over 20%
Benchmark	NGSE All share Index	Trading frequency	Daily
Bid / Offer Price	₦0.90 / ₦0.92	Settlement	Trade date + 5

SUMMARY OF MARKET ACTIVITY AND OUTLOOK

The Fund returned -3.47% in November, compared with -7.27% for the index. The Fund's alpha of 3.80% was partly due to good stock selection, as well as its underweight position in equities, relative to the index. The Fund closed with allocations of 60% and 40% to Equities and Money Markets Instruments, respectively. Year-to-date, the Fund has returned 0.66% versus -11.87% for the index, representing an outperformance of 12.53%. Also, 5-year annualised volatility for the Fund was unchanged, at 18.70%, compared with a 0.16% increase, to 20.60%, for the index.

Data from Nigeria's National Bureau of Statistics showed that the country's economy contracted by a further 2.24% q/q, in 3Q 2016 (-0.36% in 1Q and -2.06% in 2Q). Like in 2Q, output in the oil sector shrank in the third quarter. The non-oil sector however grew slightly by 0.03% in real terms, reversing the previous two quarters of negative growth. Also, Headline Consumer Price Index rose by 18.30% y/y in October, compared with 17.90% in the previous month. As was observed in past months, Utilities and Imported Food components of the Consumer Price basket continued to see the fastest increases, in year-on-year terms. Prices of Utilities rose by 26.90% y/y in October, compared with 26.30% in September. Also, Imported food inflation increased by 21.20% y/y, compared with 20.80% in September. In the domestic sovereign bond market, yields increased across most maturities. The yield on the 3-year government bond rose by 89 basis points, to 15.51%, compared with an increase of 62 basis points, to 16.08%, for the 20-year bond. The DMO reopened the FGN bond 14.50% Jul 2021s, FGN bond 12.50% Jan 2026s and FGN bond 12.40% Mar 2036s. Investors' appetite for FGN bonds decreased significantly, as bids-to-cover were 0.47, 0.70 and 0.79 times in October, compared with 1.02, 1.88 and 2.04 times recorded in September. Internationally, the Developed Markets Index gained 1.57% in November, compared with a decrease of 5.36% for the Emerging Markets Index.

AS AT OUR CUT-OFF

Equity Index	Closing Price	Change % in Month	Change % Year-to-date	Price-to-Earnings
Emerging Markets	679	-5.36	12.07	15.55
Developed Markets	395	1.57	5.79	21.15
Nigeria	25242	-7.27	-11.87	13.69
Kenya	137	-0.31	-6.24	10.90
South Africa	50209	-0.75	-0.96	29.23
Brazil	61984	-4.53	42.99	233.36
Russia	2105	5.79	19.50	8.51
India	26653	-4.57	2.05	19.85
Hong Kong	22790	-0.63	3.99	12.90
USA	2208	3.86	8.04	20.64
Europe	342	1.02	-6.39	25.62
UK	3708	-1.60	7.65	49.17
Japan	1469	5.49	-5.03	19.18

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

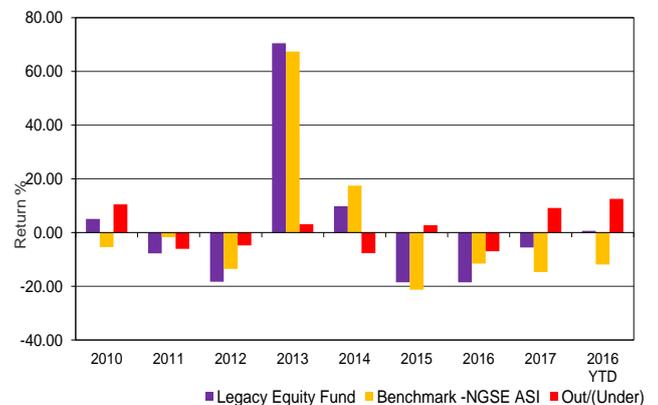
DOWNGRADE RISK: Risk that a company's credit rating may be cut, which could affect its market value

PERFORMANCE

	Legacy Equity Fund Return (%)	Benchmark NGSE ASI Return (%)
October Performance	-3.47	-7.27
Inflation-adjusted (based on Oct CPI m/m)	-4.26	-8.03
5-Year annualised	Tracking Error 9.73	Information Ratio -0.02

Fund Year: July - June

Discrete Performance %



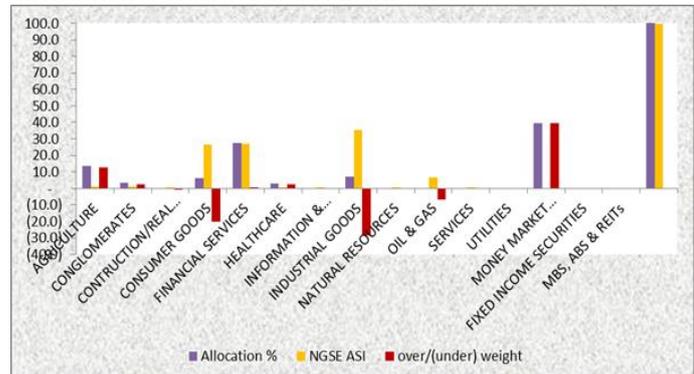
Performance returns are calculated on a Net-of-Fees basis
 The Fund paid a dividend of 8.7kobo per unit in July 2015

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.