



Legacy Equity Fund

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FUND MANAGER	FIRST CITY ASSET MANAGEMENT LTD
FUND TYPE	EQUITY FUND
PERIOD	MAY 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	₦581.5million	Performance Fee	1% of excess return over 20%
Benchmark	NGSE All share Index	Trading frequency	Daily
Bid / Offer Price	₦1.12 / ₦1.14	Settlement	Trade date + 5

SUMMARY OF MARKET ACTIVITY AND OUTLOOK

At the end of May 2017, the Fund closed with allocations of 72% and 28% to Equities and Money Market Instruments, respectively. The Fund returned 11.66% in May, compared with 14.48% for the Index. However, the Fund returned 17.77% versus 0.34% for the benchmark, in the Fund-year-to-May 2017. Also, the Fund outperformed the benchmark by 13.08%, May 2017 year-to-date; the Fund returned 22.84% compared with 9.76% for the benchmark. 5-year annualised volatility for the Fund rose from 18.80% in April to 19.50%, while that for the benchmark increased from 20.50% to 21.50%. The Fund Manager intends to further increase the total allocation to equities, over the next few months.

Data from Nigeria's National Bureau of Statistics showed that Headline Consumer Price Index (CPI) rose by 17.24% y/y in April 2017, compared with 17.26% in the previous month. Headline inflation fell for a third straight month, as price pressures eased slightly. Favourable base effects over last year's prices, also contributed to downward inflationary pressure. It does appear that inflationary pressure peaked at 18.72% y/y back in January 2017. In the domestic sovereign bond market, yield changes were mixed across the curve. The yield on the 3-year government bond rose by 31 basis points, to 16.43%, compared with a decrease of 8 basis points, to 16.01%, for the 20-year bond. The DMO reopened FGN bond 14.50% Jul 2021s, FGN bond 16.2884% Mar 2027s, and FGN bond 16.2499% Apr 2037s. Bids-to-cover were 0.43 times, 1.06 times and 1.83 times, compared with 0.60 times, 0.75 times and 1.42 times, in the previous month.

Internationally, the Emerging Markets index gained 1.43% in May, compared with an increase of 2.12% for the Developed 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	785	1.43	14.13	14.13	15.14
Developed Markets	448	2.12	10.96	10.96	21.08
Nigeria	29498	14.48	9.76	9.84	13.40
Kenya	148	11.34	11.29	10.40	11.19
South Africa	53563	-0.47	5.74	10.41	19.27
Brazil	62711	-4.12	4.12	4.11	16.92
Russia	1900	-5.77	-14.88	-8.14	6.47
India	31146	4.10	16.97	23.25	22.92
Hong Kong	25661	4.25	16.64	16.06	14.10
USA	2412	0.98	7.73	7.73	21.41
Europe	390	0.87	7.90	14.96	25.30
UK	4116	3.88	6.27	10.96	32.16
Japan	1568	1.86	3.28	8.85	16.33

*LCY – Local Currency

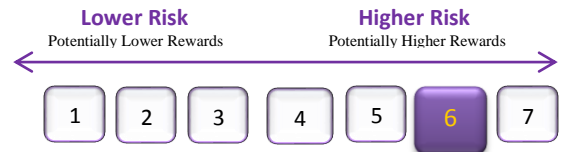
MAIN RISK FACTORS

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

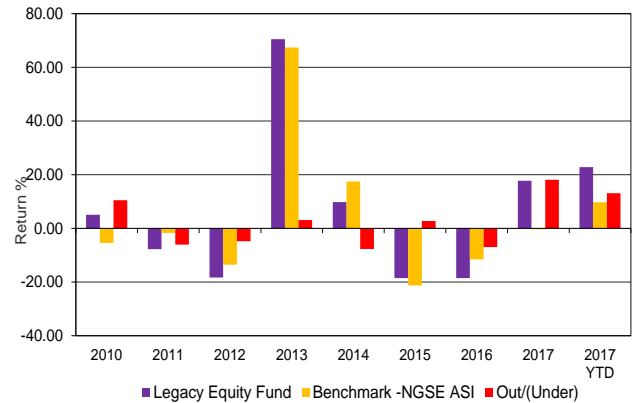


PERFORMANCE

	Legacy Equity Fund Return (%)	Benchmark NGSE ASI Return (%)
May Performance	11.66	14.48
Inflation-adjusted (based on April CPI m/m)	9.90	12.68
5-Year annualised	Tracking Error 10.16	Information Ratio 0.11

Fund Year: July - June

Discrete Performance %



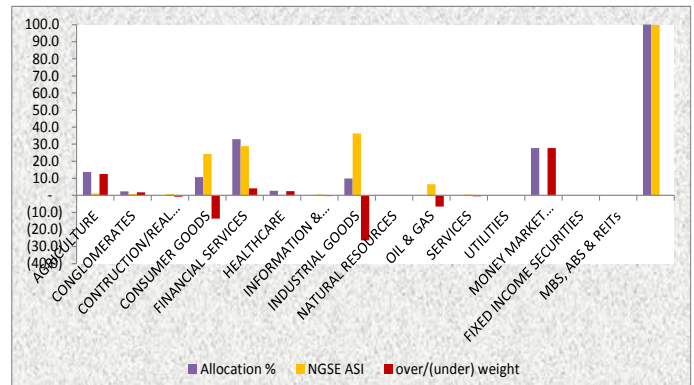
Performance returns are calculated on a Net-of-Fees basis
The Fund paid a dividend of 8.7kobo per unit in July 2015

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.