



**OVERVIEW**

The AVA Global Asset Managers Limited Fixed Income Fund (“AVA GAM Fixed Income Fund” or the “Fund”) is an actively managed open-ended unit trust scheme authorized by the Securities and Exchange Commission (SEC), whose main objective is to ensure maximum returns to subscribers from a range of high-quality fixed income instruments.

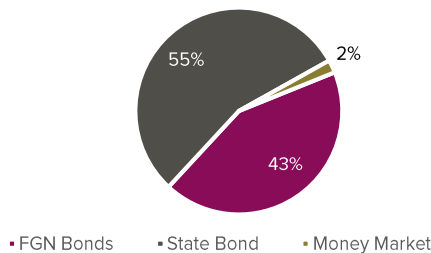
AVA GAM Fixed Income Fund provides investors with the opportunity to invest in a range of high-quality fixed income instruments which include bonds (such as FGN Naira Bonds, Sub-national bonds and Corporate bonds) and other money market securities. The Fund seeks to attract investors with low risk appetite who require liquid investments. The Fund is managed by AVA Global Asset Managers Limited.

**FUND SUMMARY**

<b>Date Of Launch</b>	April 6 2021
<b>Fund Manager</b>	AVA GAM Limited
<b>The Offer</b>	1,000,000 units of ₦1,000 each
<b>Fund Size</b>	₦1,000,000,000
<b>Units of Sale</b>	Minimum of 10 units and multiples of 10 units thereafter
<b>Method of Offer</b>	Offer for subscription
<b>Nature of Offer</b>	Returns from investments in the Fund will be accumulated as income and distributed periodically as stated in the Trust Deed.
<b>Mandatory Subscription</b>	5% by Fund Manager
<b>Risk Profile</b>	Low Risk

**CURRENT ALLOCATION**

Asset Allocation (January 2022)



In line with the provisions of the Trust Deed, investments in the Federal and State bonds remain within the 20%-80% band, and other instruments (money market) less than 10%.

**INVESTOR PROFILE**

The Fund is targeted at institutional investors, high net worth individuals, and retail investors seeking a regular stream of income through low-risk investments and optimisation of returns on investment in fixed income securities.

**BENEFITS TO THE INVESTOR**

Investors have the opportunity to participate in a pooled investment vehicle that generates competitive returns at minimal risk. The Fund is managed with an active strategy, which takes advantage of market opportunities as they arise, while ensuring preservation of investors’ wealth. Furthermore, investors will also benefit from the diversified asset allocation system of the Fund while ensuring a good return on investment.

**ASSET CLASSES**

SECURITY	ALLOCATION RANGE
FGN Bonds	20% – 80%
State and Corporate Bonds	20% – 80%
Other instruments	0% - 10%

**MARKET OVERVIEW**

For the month of January 2022, trading activity amidst investors on the federal government bond market was relatively higher than what we saw in December 2021. In terms of price performance of the various bonds, we note that the previous month outperformed the month under review, due to the “new year” market sentiment which was prevalent amidst investors.

The observed FGN bonds suffered price losses ranging from mild to significant, thus raising the average yield on the treasury bonds to 11.72 percent compared to 11.55 percent in December.

Bringing it to the short end of the market, treasury bills witnessed a reverse of the price rally noted in the previous month. At the close of January, average Tbill yield saw a marked accretion, concluding at 4.35 percent compared to 4.10 percent in December.

On the currency side, the naira continued the prevailing historical trend, feeble against the dollar. The continued supply constraints and demand build-up spelt gloom for the Nigerian currency at the official market, prompting the naira to close at ₦416.26/\$1 in January compared to ₦413.49/\$1 in December 2021.

The use of money market instruments by market participants for liquidity management slightly debilitated at the end of the month under review. The open repurchase rate closed at 0.50 percent (Dec 2021: 10.00%), while the overnight rate crashed to 1.00 percent (Dec 2021: 10.50%).

**FUND PERFORMANCE**

In the month of January 2022, the AVA GAM Naira Fixed Income Fund closed at ₦1,077.23 to post a year-to-date growth of 7.72%. Below is a comparison of the AVA GAM Naira FIF to an applicable benchmark - the S&P/FMDQ Nigeria Sovereign Bond Index.

YTD Gain	Jun 2021	Sep 2021	Dec 2021
AVA GAM	0.44%	3.85%	6.77%
S&P Nig Bond	-0.20	-0.15	-0.14%

**HOW TO PARTICIPATE**

1. Log on to [www.avacapitalgroup.com](http://www.avacapitalgroup.com)
2. Click on AVA GAM Fixed Income Fund
3. Click on Open Account and complete the online form
4. Fund the custodian account with details below:  
Account name: STL Trustees Limited/AVA GAM Fixed Income Fund  
Account number: 0036574174  
Bank: Stanbic IBTC Bank Plc

