



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.

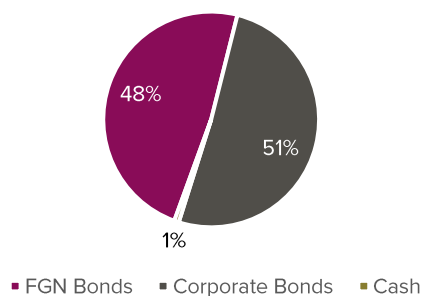
AVA GAM Fixed Income Fund provides investors with the opportunity to invest in a range of high-quality fixed income instruments which include bonds (such as FGN Naira Bonds, Sub-national bonds and Corporate bonds) and other money market securities. The Fund seeks to attract investors with low-risk appetite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

FUND SUMMARY

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

CURRENT ALLOCATION

Asset Allocation (March 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 March 2022, the federal government bond market witnessed higher activity levels when compared to February 2022. The prices of various bond maturities closed higher on the back of the bullish tendency of investors towards the bonds.

The Debt Management Office of Nigeria successfully auctioned two bond maturities which were oversubscribed by investors. This oversubscription proves that the market demand for the bonds is on the high side, and the positive reaction of investors aided in pushing the average FGN bond yield for March to 10.58% compared to 10.92% in February.

Treasury bills also recorded an upbeat movement in prices due to surplus liquidity in the market. At the close of March, the average Tbill yield noted a decline to 3.28% compared to 3.67% in the previous month, backed by higher prices.

The Naira improved mildly relatively to the dollar in the period under review, trading to close at ₦416.25/\$ in March versus \$416.59/\$ in February. However, this is attributable to a globally weaker dollar, which mitigated the effect of persistent headwinds in the market. Supply bottlenecks and weak FX inflows meant domestically, the dollar remained scarce among FX buyers, who continued to put pressure on banks for supply to meet various needs. Thus, a recovery in the value of the dollar globally could see the value appreciate against the naira significantly, particularly in an era where interest rate hikes are being mooted regularly.

For the month of March, there was more demand for liquidity in the money market. The average open repurchase rate closed at 6.19% (Feb 2022: 5.99%), while the overnight rate closed at 6.73% (Feb 2022: 6.42%).

FUND PERFORMANCE

The AVA GAM Naira Fixed Income Fund closed the month of March with its NAV at ₦1,091.12 and a year-to-date return of 9.11%. Below is a comparison of the AVA GAM Naira FIF to an applicable benchmark - the S&P/FMDQ Nigeria Sovereign Bond Index.

YTD gain	Sep 2021	Dec 2021	Mar 2022
AVA GAM	3.85%	6.77%	9.11%
S&P BMV	-15.81	-14.99%	8.56%

HOW TO PARTICIPATE

1. Log on to 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