



OVERVIEW

The AVA Global Asset Managers Limited Dollar Fixed Income Fund (“AVA GAM Dollar 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 achieve capital appreciation in the medium to long term for Investors in US Dollars.

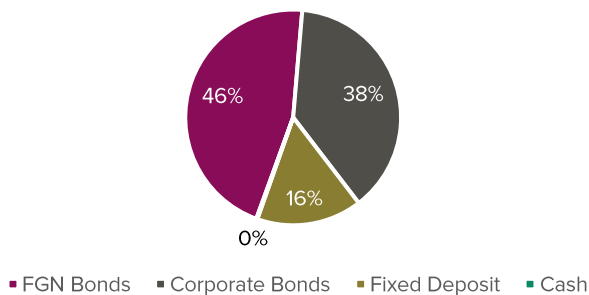
Given the recent compounding pressures on the naira, coupled with the observed decline in the rates for treasury bills and other conventional investment asset classes, the AVA GAM Dollar fund seeks to provide safety, liquidity and competitive investment return by investing in a diversified pool of investment grade dollar denominated securities.

FUND SUMMARY

Date of Launch	14th May 2020
Fund Manager	AVA GAM Limited
The Offer	10,000 units of \$100 each
Fund Size	\$1,000,000
Units of Sale	Minimum of 10 units and multiples of 5 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 on 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 High-Net-Worth Individuals (HNIs), Africans in diaspora, and institutional investors (both local and foreign), who desire exposure to Dollar denominated fixed income investment instruments.

BENEFITS TO THE INVESTOR

The Fund will deliver capital appreciation with competitive returns in the medium to long term for investors in US Dollars; significantly higher than what is obtainable from the average domiciliary account in the local banks. The fund affords investors liquidity, diversification and professional portfolio management

ASSET CLASSES

SECURITY	ALLOCATION RANGE
FGN Eurobonds	30% – 45%
Corporate Eurobonds	10% – 40%
Money Market Instruments	0% - 20%

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 N416.25/\$ 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

In the month of March 2022, the AVA GAM Dollar FIF closed at \$109.15 to post a year-to-date growth of 7.31%. Below is a comparison of the AVA GAM Dollar FIF to an applicable benchmark - the S&P BMV Sovereign International UMS Bond Index.

YTD gain	Sep 2021	Dec 2021	Mar 2022
AVA GAM	4.70%	6.13%	7.31%
S&P BMV	-0.01%	0.00%	6.13%

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: UTL TRUST MANAGEMENT SERVICES LTD/AVA GAM DOLLAR FUND (USD)
Account number: 1022700288
Bank: United Bank for Africa