



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.

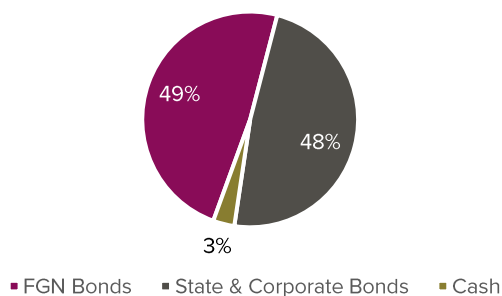
AVA GAM Fixed Income Fund provides investors with the opportunity to invest in a range of high-quality fixed income instruments which include bonds (such as FGN Naira Bonds, Sub-national bonds and Corporate bonds) and other money market securities. The Fund seeks to attract investors with low-risk appetite 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 (June 2022)



In line with the provisions of the Trust Deed, investments in 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

The initial trading sessions for the month of June 2022 reflected high buying interest in the Federal Government bond market. The number of trades were higher on average in June compared to the previous month, and the magnitude of upward price movement signaled a growth in demand for the FGN bonds among investors and fund managers.

Nigeria's Debt Management Office released the auction result for the month of June 2022, showing that the reopened bond maturities – the 13.53% FGN MAR 2025, 12.50% FGN APR 2032 and 13.00% FGN JAN 2042 – were all oversubscribed by 77%, 12%, and 347% respectively. This is a result of the sustained interest of investors and managers in the risk-free investment, amidst Nigeria's peculiar investment and economic environment. Therefore, June closed with higher prices and a lower average FGN bond yield of 11.54% compared to 11.65% in May.

In the short-term Nigerian treasury bill market, the reverse was the case as prices went southward at the close of June 2022. The average yield on NTB rose to 5.38 compared to 3.87%, owing to a rising apathy towards the instrument among investors and managers.

Across the official Importer & Exporter FX window, the Nigerian naira slightly depreciated against the dollar on a month-on-month basis, losing ₦0.07 from ₦415.65/\$ in May to ₦415.72/\$ exchanged in June. This follows the rapid decline in FX earnings due to weak production and exports of crude oil, agricultural products, and other export items. These created a bottleneck in the inflow of the US dollar, which, despite the increase in the policy rate to 13%, has not had a progressive impact in the naira's value.

FUND PERFORMANCE

The AVA GAM Naira FIF closed the month of June with its NAV at ₦1,119.41 and a year-to-date return of 11.94%. Below is a quarterly comparison of the AVA GAM Naira FIF to an applicable benchmark – the S&P/FMDQ Nigeria Sovereign Bond Index.

YTD gain	Dec 2021	Mar 2022	Jun 2022
AVA GAM	6.77%	9.11%	11.94%
S&P/FMDQ NSBI	-14.99%	8.56%	9.11%

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