



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.

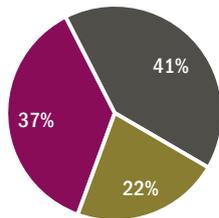
Given the recent compounding pressures on the naira, coupled with the observed upward movement in the yields of treasury bills and other conventional investment asset classes, the AVA GAM Dollar fund seeks to provide safety, liquidity and competitive investment return by investing in a diversified pool 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 (October 2022)



■ FGN Eurobonds ■ Corporate Eurobonds ■ Fixed Deposit

In line with the provisions on the Trust Deed, Investments in the Federal and Corporate Eurobonds remain within the 80% band, while money market instruments within the 0% to 20% band.

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

Nigeria’s Eurobonds closed the month of October 2022 on a good note as investors and fund managers turned their attention once again towards the country’s debt instruments, leading to a rebound in trading activities and a favourable price trajectory.

During the month, Nigeria suffered a downgrade in its debt rating as Moody’s Investor Service cut the country’s local currency and foreign currency unsecured debt rating from B2 to B3, citing issues such as Nigeria’s weak revenues, low oil production, and the expensive oil subsidy. However, the Eurobonds fared better than in the previous month, as the average Eurobond yield closed at 14.01% with a marginal increment of 4bps compared to 13.97% in September with an increment of +142bps over August.

The United States witnessed a slow down in inflation for the month of September, as the country’s headline inflation rate dipped to 8.2% YoY in September compared to 8.3% in August, driven by higher prices of food, healthcare, shelter, and rising energy prices.

Key takeaways for the month in the currencies space: the US dollar slightly fell back from recent highs following expectations that the US Fed may switch to a dovish stance, the British Pound slightly recovered, while the Euro became more lively on the back of a possible rate hike by the European Central bank. However, the dollar appreciated versus its counterparts as of October 31, as the USD/EUR printed at 1.0053 (Sept 30: 1.0173), while the USD/GBP logged 0.8624 (Sept 30: 0.8953) -Yahoo Finance.

Ahead of a possible additional rate hike in the US, investors in US dollar-denominated investments should benefit from the higher interest rates and realise considerable returns on investment amid a rapidly changing global macroeconomic landscape

FUND PERFORMANCE

As of the end of October 2022, the AVA GAM Dollar FIF closed at \$87.59 to post a year-to-date yield of 5.42%. Below is a quarterly comparison of the AVA GAM Dollar FIF to an applicable benchmark – the S&P BMV Sovereign International UMS Bond Index.

YTD gain	Mar 2022	Jun 2022	Sep 2022
AVA GAM	7.31%	8.85%	-9.85%
S&P BMV	6.13%	-20.06%	-23.15%

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



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.

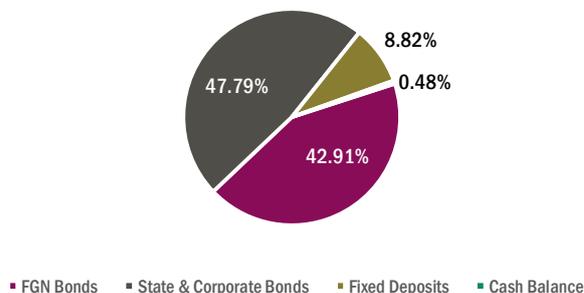
AVA GAM Fixed Income Fund provides investors with the opportunity to invest in a range of high-quality fixed income instruments which include bonds (such as FGN Naira Bonds, Sub-national bonds and Corporate bonds) and other money market securities. The Fund seeks to attract investors with low-risk appetite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

Trading activity in the Nigerian fixed income market for the month of October was characterised by investors and fund managers desire to purchase government securities at a lower price, resulting in a decline in prices and an upsurge in yields.

Investor appetite in Federal government bonds further weakened in the month under review as the average FGN bond yield increased to 14.74%, 107bps higher than 13.66% recorded in the previous month (whereas September's average yield rose by 51bps over August's). On the auction front, the Debt Management Office offered ₦75 billion across each of the 2029, 2032 and 2047 bond maturities but failed to raise the offered amount of ₦225 billion. Investors largely shunned the 2029 and 2032 bonds but focused on the 2037 bond offering, marking a subscription rate of 9.91%, 20.80%, and 128.21% respectively. The aggregate subscription rate stood at 53% for the month of October.

Similarly, demand level in the treasury bill market was remarkably lower than in the previous month, as all outstanding T-bills saw huge dips in prices due to investors' unwillingness to purchase the securities at higher prices. The average T-bill yield for October rose to 10.98% versus 7.14% observed in September 2022.

Meanwhile, the naira depreciated at a slower rate against the US dollar on the official market due to constricting levels of supply of the foreign currency. The exchange rate stood at ₦439.02/\$1 as against ₦432.87/\$1 in September; the naira lost ₦6.15 (₦8.39 in September), and declined by 1.42% MoM (-1.98% MoM in September). Nigeria's foreign reserves also dipped by \$807.57mn (-\$920mn in September) to \$37.45bn, while weaker revenue inflow from trade and exports and general macroeconomic headwinds limited the naira's recovery.

FUND PERFORMANCE

The AVA GAM Naira FIF closed the month of October with its NAV at ₦1,071.77 and a year-to-date return of 7.18%. 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	Mar2022	Jun 2022	Sep 2022
AVA GAM	9.11%	11.94%	9.41%
S&P/FMDQNSBI	8.56%	9.11%	4.33%

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