



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.

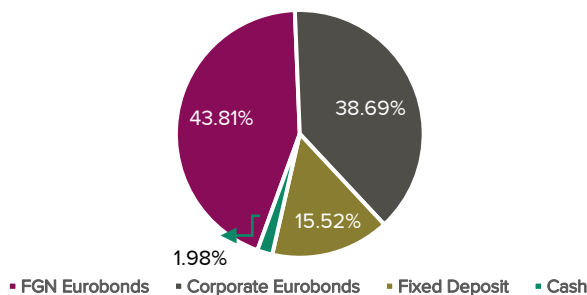
Given the steady rise in inflation coupled with continuous depreciation of the naira against the dollar, the AVA GAM Fixed Income Dollar Fund seeks to provide safety, liquidity and competitive investment return by investing in a diversified pool of investment grade dollar denominated securities.

FUND SUMMARY

Date of Launch	14th May 2020
Fund Manager	AVA Global Asset Managers 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 (February 2024)



In line with the provisions on the Trust Deed, Investments in 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. This is 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

The month of February recorded a bullish outing in the FGN Eurobond market as demand for the dollar-dominated instrument outweighed sell-offs due to optimistic sentiments from investors. Thus, there was a decline in the average yield as price gains were mostly observed throughout the month

Following the ongoing reforms in the foreign exchange market, the CBN approved the sale of foreign exchange worth \$20,000 to eligible Bureau De Change(BDCs) at the rate of N1,301/\$ during the month to meet retail demand for invisible transactions.

Given the demand of investors for higher yields, the FGN Eurobond yield curve shifted downwards, reducing the average FGN Eurobond yield by 18bps to 9.86% in February from 10.04% in January.

Annual Inflation in the U.S retracted to 3.1% in January 2024 following a slight increase to 3.4% in December 2023 as a softer decline in energy prices offset slowing inflationary pressures in other categories. The CPI index which excludes energy prices and volatile rose by 0.3% marking its highest in four months.

Key takeaways for the month in the currency market: the US dollar appreciated against both the Euro and the British Pound given the stronger economic fundamentals and the high interest rate in the US. As of February 29th, 2024, the USD/EUR stood at 1.0839 (January 3rd 1.0843), while the USD/GBP logged 1.2663 (January 3rd :1.2696. (Source: Yahoo Finance)

FUND PERFORMANCE

The AVA GAM Dollar FIF closed February 2024 at \$108.41 per unit and posted a year-to-date return of 7.90%. Below is a monthly comparison of the AVA GAM Dollar FIF to an applicable benchmark – the S&P BMV Sovereign International UMS Bond Index.

YTD return	December 2023	January 2024	February 2024
AVA GAM	7.92%	7.92%	7.90%
S&P BMV	-3.90%	0.11%	-1.80%

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