

### Investment Objective

The fund's investment objective is to provide capital preservation and regular income to unit holders by investing in high-quality money market instruments.

### Fund Overview

Inception Date	13 <sup>th</sup> Oct 2016
Financial Year End	31st December
Fund's NAV	N2.40 Billion
Price	N100
Benchmark	90 day T-Bill
Income distribution	Quarterly
Minimum Investment	N10,000
Subsequent Investment	N5,000
Annual Management Fee	1%
Risk profile	Low

### Target Investors

The Cordros Money Market Fund is an attractive option for retail investors, high net-worth individuals and institutions (Corporates, societies, religious bodies, employee schemes amongst several others). In view of the fund's competitive return, it is particularly suitable for investors who seek:

- ❑ Safety and preservation of capital;
- ❑ A short to medium term investment horizon;
- ❑ Liquidity and regular stream of income as the fund is structured to pay dividend on a quarterly basis;

### Benefits to Investors

- ❑ Investment in low-risk short-term money market securities
- ❑ Diversification
- ❑ Capital/Principal guaranteed
- ❑ Liquidity and Ease of entry and exit
- ❑ Professional Management
- ❑ Affordability
- ❑ Competitive return with minimum investment

### Fund Performance

At the end of October, 2017 net yield on the Fund was 18.15% p.a while the weighted average DTM was 80 days.

### Maturity Mix

Call	0.02%
1 - 30 days	4.76%
31 - 60 days	4.82%
61 - 90 days	14.85%
Over 90 days	72.14%

### Market Commentary

Headline inflation decelerated to 15.98% year-on-year in September (vs. 16.01% in August). This represents the eight month of consecutive price decline from a peak of 18.72% in January. This marginal decline could be attributed to the persistent currency strength and fairly stable food prices. The overnight money market rate expanded by 500 bps to 19.25%, compared to last month's close of 14.25%, following increased outflows via OMO auctions worth N1.01 trillion and FX sales worth USD 1.37 billion, all of which subdued inflows from (1) maturing OMO bills worth N514.37 billion and (2) monthly budgetary allocation to state and local governments worth N247.89 billion. Two primary market auctions were conducted during the month by the CBN, with the longer dated bill oversubscribed at both auctions, following the continued non-availability of the 365DTM bill at OMO auctions. At the first auction, the apex bank fully allotted treasury bills worth N133.79 billion, comprising N10.25 billion, N11 billion, and N112.54 billion of the 91-day, 182-day, and 364-day bills respectively. It is worth noting that the bills were sold at lower-than previous stop rates of 13.1% (vs. 13.25%), 15.3% (vs.15.50%), and 15.59% (vs. 15.73%).

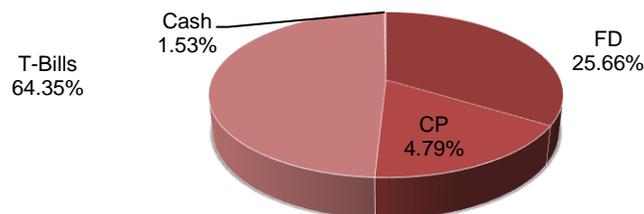
### Market Outlook

We expect domestic money market rates in the months ahead would be influenced primarily by inter-bank liquidity. While acknowledging continued liquidity mop up by the apex bank, we expect demand to improve in the secondary market on the back of expected inflows from maturing OMO bills valued at N801.29 billion and budgetary allocation to state and local governments. The fund manager will take advantage of relatively attractive OMO bills and also high quality money market instruments that offer premium to treasury bills. The fund manager also continue to look out for opportunities and take position in the market to enhance the fund performance.

### Asset Allocation

Instrument	Range	Target
Fixed Deposit	10% - 60%	30%
Treasury Bills	25% - 80%	40%
Other Money Market Instruments*	10% - 65%	30%

### Current Asset Allocation



The daily annualized yield is stated net of fees and expenses.

The fund manager is required to maintain a stable NAV of N100. However, the price of investments and the income from them may rise or fall and investors may not get back the full amount invested.

\*\* Past performance is not a guarantee of future results.

\*Other money market instrument includes unsubordinated short term debt securities such as Bankers' Acceptances and Commercial Papers of companies, other Money Market Funds and other instruments introduced and approved by the Central Bank of Nigeria from time to time and as permissible under Securities and Exchange Commission Rules & Regulations.