

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	13th October '16
Financial Year End	31st December
Fund Rating	A(f)
Rating Agency	Augusto & Co
Fund's NAV	N687 Million
Price	N100
Benchmark	90 day treasury 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 December, net yield on the Fund was 18.32% p.a. while average duration of assets closed at 86.37 days.

Maturity Mix	
Call	0.45%
1 - 30 days	47.86%
31 - 60 days	0.00%
Over 60 days	51.69%

Market Commentary

The Monetary Policy Committee of the Central Bank of Nigeria held its first meeting for the year on the 23rd and 24th of January 2017. In line with our expectation, the MPC maintained status quo keeping the Monetary Policy Rate at 14%, Cash Reserve Ratio at 22.5% and the liquidity Ratio at 30% amid rising inflation, foreign currency volatility and global economic uncertainties. This decision was driven by fairly balanced concerns between attracting Fx inflows from offshore investors and attaining real return on investment. Liquidity in the system remained tight as CBN continued aggressive issuance of Open Market Operations (OMO) bills to mop up excess liquidity. The CBN sold N72.4billion at 18% for maturities between 143-232days while N599.02 billion was sold at 18.60% for long end maturities between 297-363days. At the primary market, the CBN conducted two auctions. At the first NTB Auction of the Year which held on 5th January 2017, the Apex bank sold N35 billion, N22 billion and N 115.85 billion of the 91-day,182-day and 364-day bills at respective stop rates of 14%,17.50% and 18.69%. At the second PMA, stop rates were 13.89%, 17.25% and 18.65% for the 91 day, 182 day and 364 day bill respectively.

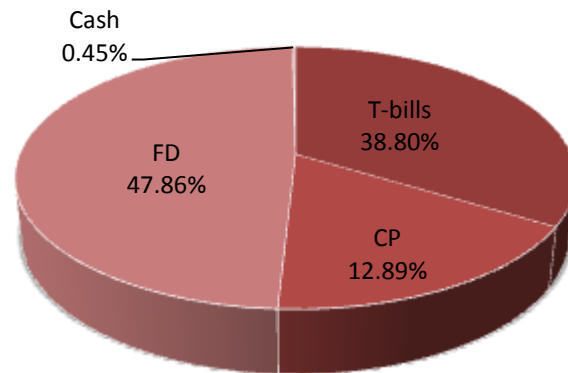
Market Outlook

We expect money market rates in the month ahead to be influenced primarily by inter-bank liquidity. The fund manager will take advantage of volatility at the short end of the fixed income market to enhance 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.