

### 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	N1.06 Billion
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 June, 2017 net yield on the Fund was 19.26% p.a.

### Maturity Mix

Call	6.90%
1 - 30 days	29.29%
31 - 60 days	0.89%
61 - 90 days	4.42%
Over 90 days	58.50%

### Market Commentary

Headline inflation decelerated for the fourth consecutive month to 16.25% year-on-year in May (vs. 17.24% in April). This decline was largely due to a higher base effects of May 2016, when the price of PMS was hiked to N145/L. Liquidity in the system remained tight as CBN continued aggressive issuance of Open Market Operation (OMO) bills to mop up excess liquidity in the system. The apex bank sold N300 Million at 17.90% for 192 day maturity, N16.13 billion at 18% for maturities between 160-196days, N31.52 billion at 18.56% for 349day maturity and N330.29 billion was sold at 18.60% for long end maturities between 305-364days. At the primary market, the DMO via the CBN conducted two auctions. the first NTB Auction, the Apex Bank sold 39 billion, N23.02 billion and N174.60 billion of the 91-day, 182-day and 364-day bills respectively at stop rates of 13.50%, 17.30% and 18.68%. At the second PMA ,rates for the 91 day and 364 day bill were slightly lower (13.49% and 18.64%) while the 182 day bill closed at 17.50%.

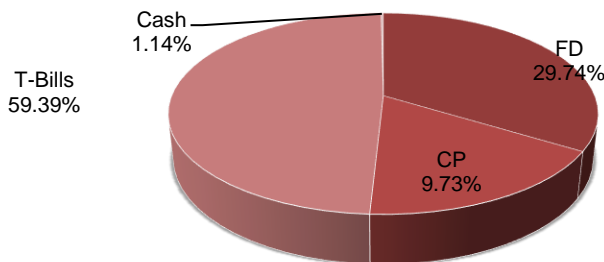
### Market Outlook

We anticipate that yields on fixed income instruments will remain high as the apex bank sustains its aggressive OMO issuances. This is in line with CBN's strategy to ensure exchange rate stability. Sustainability of the exchange rate is hinged on improved foreign exchange supply. We reiterate our expectation of inflation to trend downwards albeit at a slower pace in the second half of the year owing to base effect and stability in the local currency. The MPC is expected to maintain status quo at the next Monetary Policy Committee meeting scheduled to hold 24<sup>th</sup> -25<sup>th</sup> of July 2017. The fund manager would continue to seek, spot 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.