

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	N776 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 March, 2017 net yield on the Fund was 17.68% p.a.

Maturity Mix

Call	0.13%
1 - 30 days	35.85%
31 - 60 days	0.00%
61 - 90 days	13.04%
Over 60 days	50.98%

Market Commentary

The Central Bank of Nigeria's Monetary Policy Committee (MPC) voted to maintain status quo at the 2nd MPC meeting of the year. Trading activities in March further revealed the continued impact of tight liquidity on demand, with average yield moving northward by 42bps to close at 17.55%. While modest improvement in system liquidity, during the month, on the back of maturing bills and government budget disbursements, and a drop (from 18.72% to 17.78%) in February inflation rate, stoked investor appetite. The impact was short-lived, as the CBN sustained its aggressive liquidity mop up via OMO auctions, in addition to its continued forex intervention. The stop rate on the 91-day bill (13.60% vs. 13.65%) came in lower while the 364-day (18.50% vs. 18.56%) bill recorded a higher stop rate relative to the previous auction. The stop rate on the 182-day (17.20% vs. 17.20%) bill was however unchanged from the last auction's. At the second auction, the stop rate on the 91-day (13.55% vs. 13.60%) bill came in lower, while the 364-day bill (18.69% vs. 18.56%) recorded a higher stop rate compared to the previous auction. The stop rate on the 182-day (17.20% vs. 17.20%) bill was unchanged from the previous auction.

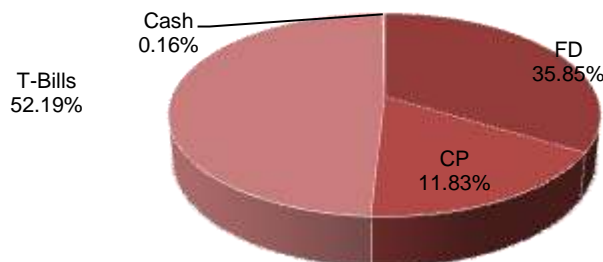
Market Outlook

We expect the CBN to continue its aggressive OMO issuance in line with its exchange rate strategy and in a bid to curb excess liquidity in the system. However, sustainability of this strategy will be hinged on a robust external reserve position. A decline in inflation rate due to base effect and government's desire to fund the fiscal deficit through domestic borrowing suggests the tight yield environment might reverse as we approach midyear. 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.