

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 size	N615 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 November, net yield on the Fund was 15.52% p.a. while average duration of assets closed at 83.50 days.

Maturity Mix	
Call	0.32%
1 - 30 days	49.98%
31 - 60 days	0.00%
Over 60 days	49.70%

Market Commentary

In the month of November, the National Bureau of Statistics (NBS) released Nigeria's Gross Domestic Product (GDP) report for the third quarter ended September 2016. According to the report, real output growth during the three months period slumped by 2.24% y/y (the biggest since -7.59% recorded in Q1-2004), representing 18bps and 508bps declines from growth rates of -2.06% and 2.84% recorded in the previous quarter and Q3-2015 respectively. At the last MPC meeting for the year, the CBN maintained status quo keeping Monetary Policy Rate (MPR), Cash Reserve Ratio (CRR) and liquidity ratio unchanged at 14%, 22.5% and 30% respectively. At the primary market, the DMO, via the CBN conducted three auctions. At NTB auction on the 2nd of November, the apex bank sold N22.15 billion, N18.65 billion and N46.77 billion of the 91-day, 182-day and 364-day bills at respective stop rates of 14.00%, 17.50% and 18.50. At the second PMA, stop rates were slightly lower in the 91, 182 but higher in the 364-day closing 13.90%, 17.40% and 18.70% respectively. At the third PMA conducted on the 30th of November, apex bank sold N26.14 billion, N11.05 billion and N80.03 billion of the 91-day, 182-day and 364-day bills at respective stop rates of 13.90%, 17.49% and 18.69%.

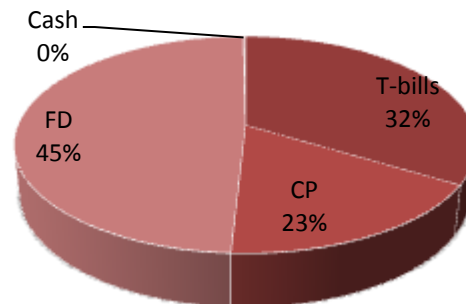
Market Outlook

We expect inflation inflationary pressure and the CBN's liquidity mop up strategy to define the yield environment in the Month of December.

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.