



OVERVIEW

The AVA Global Asset Managers Limited Dollar Fixed Income Fund ("AVA GAM Dollar Fund" or "the Fund") is an actively managed open-ended unit trust scheme authorized by the Securities and Exchange Commission (SEC), whose main objective is to achieve capital appreciation in the medium to long term for Investors in US Dollars.

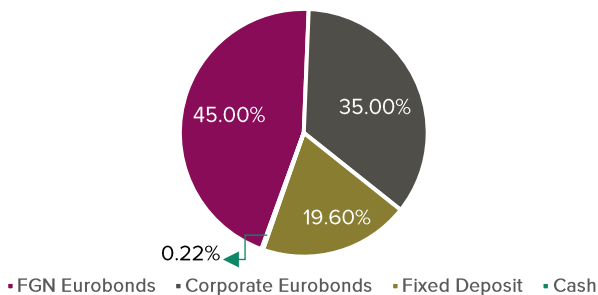
Given the steady rise in inflation coupled with continuous depreciation of the naira against the dollar, the AVA GAM Fixed Income Dollar Fund seeks to provide safety, liquidity and competitive investment return by investing in a diversified pool of investment grade dollar denominated securities.

FUND SUMMARY

Date of Launch	14th May 2020
Fund Manager	AVA Global Asset Managers Limited
The Offer	10,000 units of \$100 each
Fund Size	\$1,000,000
Units of Sale	Minimum of 10 units and multiples of 5 units thereafter
Method of Offer	Offer for subscription
Returns	Returns from investments in the Fund will be accumulated as income and distributed periodically as stated in the Trust Deed.
Mandatory Subscription	5% by Fund Manager
Risk Profile	Low Risk

CURRENT ALLOCATION

Asset Allocation (September 2024)



In line with the provisions on the Trust Deed, Investments in Federal and Corporate Eurobonds remain within the 80% band, while money market instruments within the 0% to 20% band.

INVESTOR PROFILE

The Fund is targeted at High-Net-Worth Individuals (HNIs), Africans in diaspora, and institutional investors (both local and foreign), who desire exposure to Dollar denominated fixed income investment instruments.

BENEFITS TO THE INVESTOR

The Fund will deliver capital appreciation with competitive returns in the medium to long term for investors in US Dollars. This is significantly higher than what is obtainable from the average domiciliary account in the local banks. The fund affords investors liquidity, diversification and professional portfolio management.

ASSET CLASSES

SECURITY	ALLOCATION RANGE
FGN Eurobonds	30% – 45%
Corporate Eurobonds	10% – 40%
Money Market Instruments	0% – 20%

MARKET OVERVIEW

In September, the FGN Eurobonds market experienced fluctuations driven by investor sell-offs and renewed demand. Yields initially rose to 9.74% by the second week due to heavy sell-offs but gradually declined to 9.39% by the month's end as investor confidence increased and demand for the dollar-denominated instrument surged.

Nigeria's foreign reserves increased by \$3.04 billion, rising from \$36.30 billion on August 30 to \$38.35 billion by September 30, with a total turnover of \$3.30 billion for the month of September. However, a combination of strategic reforms by the Central Bank of Nigeria (CBN) and a rise in global oil prices has since fuelled the recovery. By August 2024, reserves had crossed \$36.64 billion and continued a steady climb through September.

In August 2024, the U.S. annual inflation rate slowed for the fifth consecutive month to 2.5%, the lowest since February 2021, down from 2.9% in July. This decline was slightly below expectations of 2.6%, while core inflation, excluding food and energy, rose by 0.3% for the month, slightly higher than the projected 0.2%. The moderation in inflation has raised expectations for a potential Federal Reserve rate cut, improving investor sentiment.

Between August 30 and September 30, 2024, the U.S. dollar slightly weakened against both the euro and the British pound. The USD/EUR exchange rate fell from 0.9013 to 0.8953, indicating a small appreciation of the euro. Similarly, the USD/GBP exchange rate declined from 0.7595 to 0.7472, showing a stronger appreciation of the British pound. Both currencies gained strength against the U.S. dollar during this period.

FUND PERFORMANCE

The AVA GAM Dollar FIF closed September 2024 at \$107.71 per unit and posted a year-to-date return of 7.74%. Below is a monthly comparison of the AVA GAM Dollar FIF to an applicable benchmark – the S&P BMV Sovereign International UMS Bond Index.

	July 2024	August 2024	September 2024
YTD return			
AVA GAM	7.74%	7.75%	7.74%
S&P BMV	-47.48%	-44.99%	-45.22%

HOW TO PARTICIPATE

1. Log on to www.avacapitalgroup.com
2. Click on AVA GAM Fixed Income Fund
3. Click on Open Account and complete the online form
4. Fund the custodian account with details below:
Account name: UTL TRUST MANAGEMENT SERVICES LTD/AVA GAM DOLLAR FUND (USD)
Account number: 1022700288
Bank: United Bank for Africa