



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.

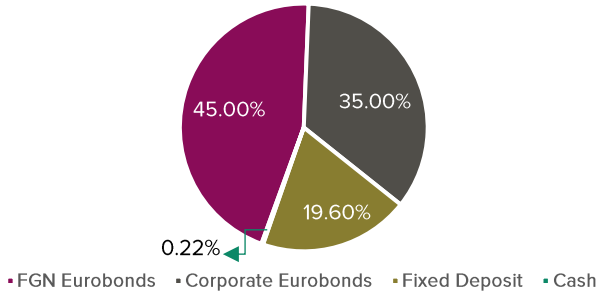
Given the steady rise in inflation coupled with continuous depreciation of the naira against the dollar, the AVA GAM Fixed Income Dollar Fund seeks to provide safety, liquidity and competitive investment return by investing in a diversified pool of investment grade dollar denominated securities.

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 (October 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 October, the FGN Eurobonds market alternated between bearish and bullish weeks, driven by changing investor sentiment and demand. The month began with a bearish trend, showing a yield of 9.45% in Week 1, rebounded to 9.25% in Week 2, but returned to bearishness in Weeks 3 and 4, ultimately closing at 9.39% due to ongoing sell-offs and uncertain investor confidence.

Nigeria's foreign reserves increased by \$1.26 billion, The gross reserves of the country had grown by 3.7 per cent in the past month rising from \$38.35 billion at the end of September to \$39.78 billion at the end of October. The CBN governor said the foreign reserves were driven largely by foreign capital inflows, receipts from crude oil-related taxes and third-party.

The U.S. annual inflation rate decelerated for the sixth straight month, reaching 2.4% in September 2024, the lowest since early 2021, though slightly above forecasts. Core inflation rose to 3.3% annually, while monthly CPI increased by 0.2%, with shelter and energy costs declining, but food and transportation prices climbing.

In October, the USD gained strength against the EUR, with the exchange rate rising from 0.8953 to 0.9242, reflecting a 3.23% appreciation due to increased dollar demand or a weakened euro. Meanwhile, the USD/GBP exchange rate remained steady at 0.7472, suggesting balanced economic conditions between the U.S. and U.K.

FUND PERFORMANCE

The AVA GAM Dollar FIF closed October 2024 at \$107.27 per unit and posted a year-to-date return of 7.76%. Below is a monthly comparison of the AVA GAM Dollar FIF to an applicable benchmark – the S&P BMV Sovereign International UMS Bond Index.

YTD return	August 2024	September 2024	October 2024
AVA GAM	7.75%	7.74%	7.76%
S&P BMV	-44.99%	-45.22%	-45.71%

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