



MONTHLY MUTUAL FUNDS FACT SHEET

June 2022

Market Commentary

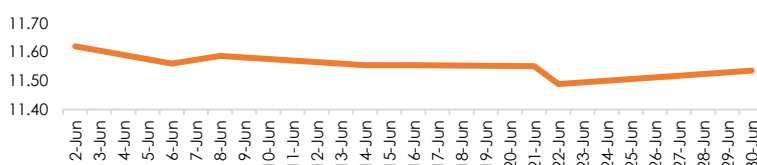
Money Market

In June 2022, banking system liquidity rose to average c. N287.97 billion from c. N157.73 billion in May 2022. This comes off the back of increased inflows from OMO maturities and bonds coupon payments. Nevertheless, the average Open Policy Rate (OPR) and Overnight Rate (O/N) rose to 11.60% and 11.28% from 9.35% and 9.73% month-on-month respectively. The Central Bank of Nigeria (CBN) conducted three Primary auctions during the month and issued N544.87 billion across all tenors. Stop rates for the 91-day, 182-day and 364-day papers dropped to 2.40%, 3.79% and 6.07% from 2.50%, 3.89% and 6.49% respectively.

Fixed Income

The fixed income market opened the month with sell-side activities, as the market continued to react to the surprise increase in the Monetary Policy Rate (MPR) to 13.00% from 11.50%. However, increased demand was seen towards the end of the month, leading to a 0.12% drop in average yield levels month-on-month. The Debt Management Office (DMO) offered the March 2025, April 2032 and January 2042 maturities at the monthly Primary Market Auction (PMA), offering N225 billion across the tenors. The auction attracted a total bid of N552.36 billion, however, only N226.12 billion was allotted. The marginal stop rates were 10.10%, 12.50% and 13.15%, from 10.00%, 12.45% and 13.00% across the respective maturities.

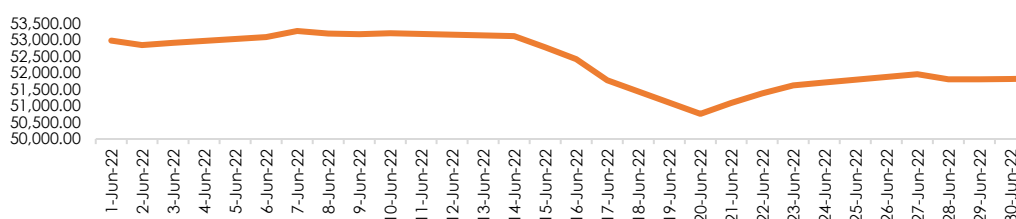
FGN Bond Yield Trend



Equities

The Nigerian equities market was down month-on-month as the NGX All Share index lost 2.21% in June to close at 51,817.59 points, with year-to-date performance standing at +21.31%. The NGX Banking, Consumer Goods, Industrial Goods, Insurance and Oil and Gas indices posted negative returns and declined -6.56% (397.79 points), -4.26% (623.99 points), -1.91% (2,152.24), -1.59% (178.33) and -0.41% (545.34 points), respectively.

NGX-ASI Share Price Trend



Market Outlook

The Nigerian Equities market closed the month with bearish sentiments as investors took advantage of the highly positive market and took profits. We expect to see bullish sentiments next month on expectation that bargain hunters will take positions with attractive dividend yields and discounted prices.

In the fixed income space, we expect to see the bullish sentiments that closed the month of June to continue through July, due to improved banking system liquidity, with total inflows of only c. N691.99 expected from bonds coupon payments and Open Market Operations (OMO) maturities in July 2022.

The major drivers of the economy in the next month are expected to be fiscal and monetary policies, trends in the country's foreign reserves and global oil prices and inflation.

Macroeconomic Indicators	Inflation (%) May 2022	MPR (%)	CRR (%)	Brent Crude Price US\$/bbl	External Reserve (US\$billion)	GDP %
	17.71 (+2.08 ytd)	13.0 (-7%/+1% around mid-point)	27.50	105.76	39.16 (-3.37% ytd)	+3.11

Source: NBS, CBN



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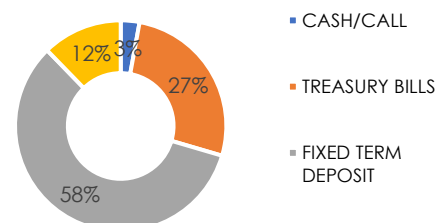
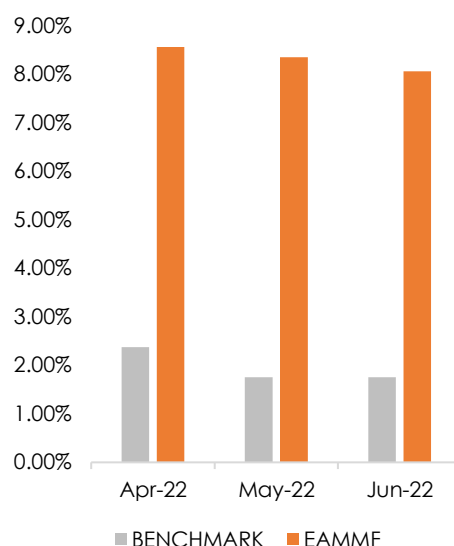
June 2022

EMERGING AFRICA MONEY MARKET FUND

FUND OBJECTIVE

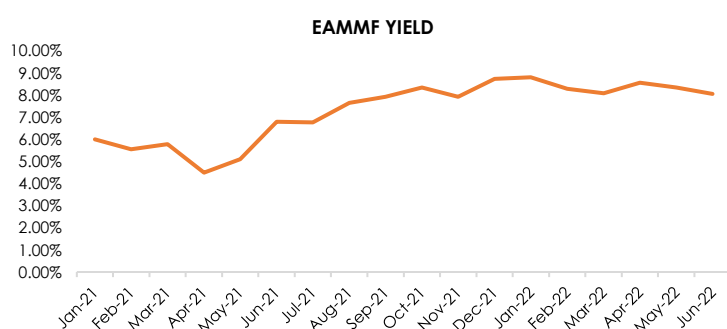
The objective of the Emerging Africa Money Market Fund (EAMMF) is capital preservation and steady income.

Fund Type	Open-ended
Category	Money Market
Risk Profile	Low
Launch Date	7-Dec-20
Fund Manager	Emerging Africa Asset Mgt. Ltd.
Custodian	Rand Merchant Bank Ltd.
Trustees	United Capital Trustees Ltd.
Auditor	ProEdge Partners
Rating	Af (DataPro)
Mgt. Fee	1.50%
Benchmark	91-day Tbill
Dividend Frequency	Quarterly
Price/Unit	₦1.00
*Month Average Yield	8.06%
Minimum Investment	₦5,000.00
Current Fund Size	₦1,012,369,991.71



INVESTMENT COMMITTEE	
Dr. Adedipe Abiodun	Chairman/Independent Member
Ada Ijara	Member, Fund Manager
Dipo Ashaolu	Member, Fund Manager
Solomon Igberaese	Member, Trustees
Segun Aremu	Member, Trustees

Asset Allocation	Range
Cash/Call	0% - 5%
Treasury Bills	25% - 80%
Fixed Term Deposit	0% - 70%
Comm. Paper & Other Money Mkt Instr.	0% - 70%



PERFORMANCE REVIEW

The EAMMF's yield averaged c. 8.06% in the month of June 2022, significantly higher than its benchmark 91 days T-Bill which returned an average of 2.46%. This positive performance was largely supported by investment in high yielding fixed deposit assets. It is projected that the fund's yield will continue to inch higher on expectation of improved money market yields.

*Average Yield of the Fund in the month of June 2022

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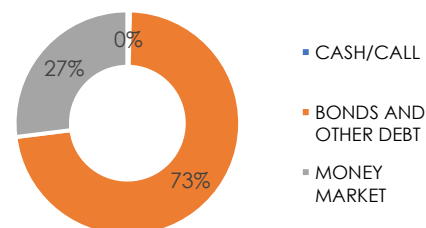
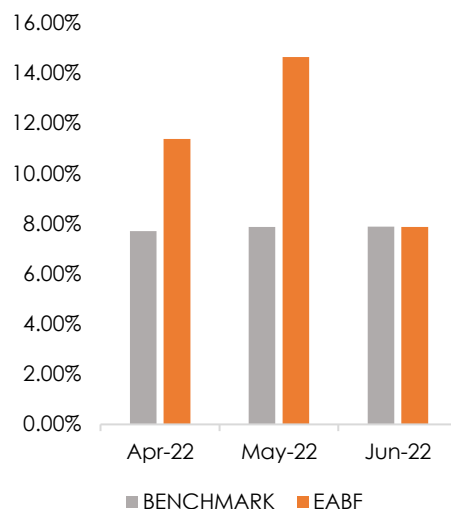
June 2022

EMERGING AFRICA BOND FUND

FUND OBJECTIVE

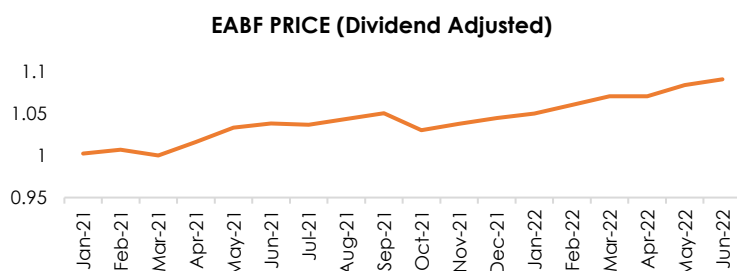
The primary objective of the Emerging Africa Bond Fund (EABF) is income generation by investing in a diversified portfolio of high-quality bonds of government, supranational corporate issuers, including federal government bonds, state government bonds, corporate bonds and other fixed income securities.

Fund Type	Open-ended
Category	Bond Fund
Risk Profile	Moderately Conservative
Launch Date	3-Dec-20
Fund Manager	Emerging Africa Asset Mgt. Ltd.
Custodian	Rand Merchant Bank Ltd.
Trustees	United Capital Trustees Ltd.
Auditor	ProEdge Partners
Mgt. Fee	1.50%
Benchmark	70% 2/3/5/10-year FGN Bond & 30% of 91-days Average T-Bill
Dividend Frequency	Semi Annually
*Price	₦1.05
Minimum Investment	₦10,000.00
Current Fund Size	₦643,305,643.52



INVESTMENT COMMITTEE	
Dr. Adedipe Abiodun	Chairman/Independent Member
Ada Ijara	Member, Fund Manager
Dipo Ashaolu	Member, Fund Manager
Solomon Igberaese	Member, Trustees
Segun Aremu	Member, Trustees

Asset Allocation	Range
Cash/Call	0 - 5%
Bonds and Other Debt Instruments	70% - 80%
Other Money Market Instruments	15% - 30%



PERFORMANCE REVIEW

The EABF's price rose by ₦0.01 in the month to ₦1.05 to post an annualized return of 7.87%. This was at par with the benchmark return in the same period as fixed income yields declined in the month. The Fund Manager projects that the fund's return will maintain the same trajectory in the month of July barring any significant cashflows.

*Price as at June 30, 2022.



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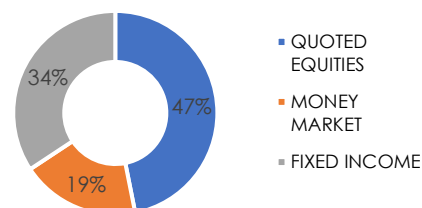
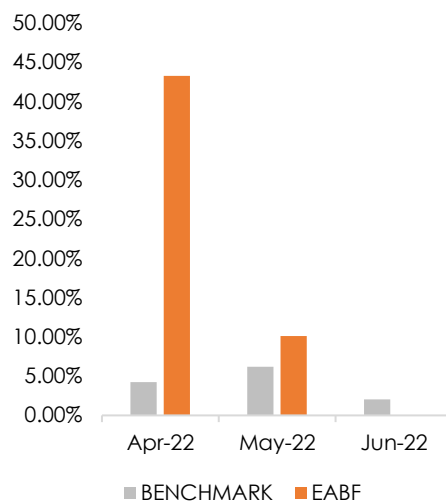
EMERGING AFRICA BALANCED DIVERSITY FUND

FUND OBJECTIVE

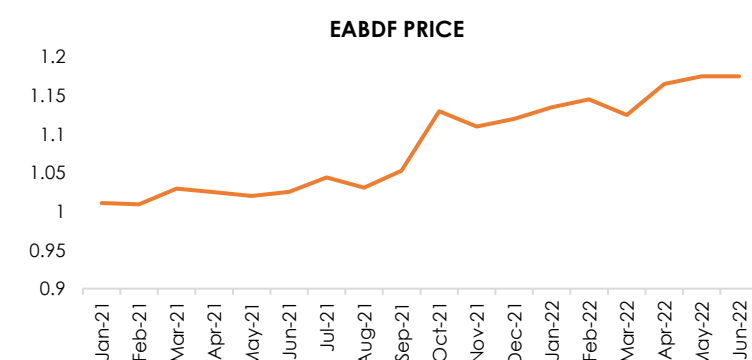
The Emerging Africa Balanced Diversity Fund (EABDF) seeks to enhance and encourage investments in securities of companies with proven commitment to gender diversity through significant representation of women on their boards, management and staff for long-term capital growth and income generation.

Fund Type	Open-ended
Category	Balanced Fund
Risk Profile	Moderately Aggressive
Launch Date	20-Oct-20
Fund Manager	Emerging Africa Asset Mgt. Ltd.
Custodian	Rand Merchant Bank Ltd.
Trustees	FBNQuest Trustees Ltd.
Auditor	ProEdge Partners
Mgt. Fee	1.50%

Benchmark	40% NSE ASI; 20% of 2/3/5-year Sovereign Bond & 40% of 91-days Average T-Bill
Dividend Frequency	Annual
*Price	₦1.0682
Minimum Investment	₦10,000.00
Current Fund Size	₦206,432,756.09



INVESTMENT COMMITTEE	
Dr. Adedipe Abiodun	Chairman/Independent Member
Ada Ijara	Member, Fund Manager
Dipo Ashaolu	Member, Fund Manager
Olufemi Okin	Member, Trustees
Bolanle Komolafe	Member, Trustees



Asset Allocation	Range
Quoted Equities	40% - 60%
Money Market	10% - 40%
Fixed Income	20% - 50%

The EABDF's price closed at ₦1.07 in June 2022, with an annualized return of 0.00%. This is attributable to the -9.09% performance of GTCO month-on-month. It is projected that the equities market will sustain the overall bullish sentiment in the coming month driven by cherry-picking on value stocks and improved dividend yields.

*Price as at June 30, 2022

Please note that historical performance does not guaranty future returns. Also, investors' returns may differ based on the duration of their investments.

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Address: 25a Bourdillon Road, Ikoyi, Lagos
Website: <http://www.emergingafriagroup.com/>
Telephone: +234 813 354 0432



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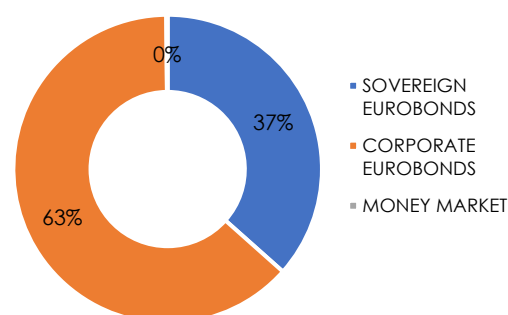
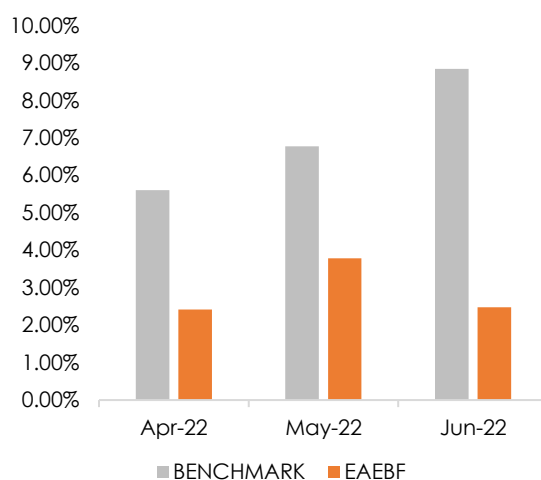
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EMERGING AFRICA EUROBOND FUND

FUND OBJECTIVE

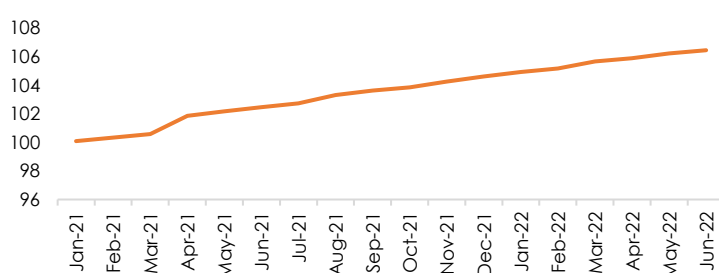
The Emerging Africa Eurobond Fund (EAEBF) seeks to achieve regular income and long-term capital appreciation through investment in US\$ denominated securities.

Fund Type	Open-ended
Category	Bond Fund
Risk Profile	Moderately Conservative
Launch Date	15-Oct-20
Fund Manager	Emerging Africa Asset Mgt. Ltd.
Custodian	Rand Merchant Bank Ltd.
Trustees	FBNQuest Trustees Ltd.
Auditor	ProEdge Partners
Mgt. Fee	1.50%
Benchmark	70% of 3 year FGN Eurobond & 30% of 3/6 months US T-Bill
Dividend Frequency	Annual
*Price	US\$102.69
Minimum Investment	US\$500.00
Current Fund Size	US\$772,680,181.42



INVESTMENT COMMITTEE	
Dr. Adedipe Abiodun	Chairman/Independent Member
Ada Ijara	Member, Fund Manager
Dipo Ashaolu	Member, Fund Manager
Olufemi Okin	Member, Trustees
Bolanle Komolafe	Member, Trustees

EAEBF PRICE



Asset Allocation	Range
Sovereign Eurobonds	30% - 70%
Corporate Eurobonds	30% - 70%
Money Market	0% - 30%

PERFORMANCE REVIEW

The Fund's price appreciated by 0.20% month-on-month as the yield improved to 2.48% per annum. It is projected that the Fund will maintain the same trend into the coming month, barring any significant cashflows.

*Price as at June 30, 2022

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