

## Investment Objective

The fund's investment objective is to maximize total returns and reduce volatility as the fund approaches its target date. The fund will provide diversification across asset classes; investing in eligible securities.

## Fund Overview

Inception Date	27 <sup>th</sup> Sep 2018
Financial Year End	31st December
Fund's NAV	N315,859,606.04
Price	N98.91
Benchmark	NSE 30
Income distribution	Annually
Minimum Investment	N2,500
Subsequent Investment	N1,000
Annual Management Fee	1.50%
Risk profile	Medium

## Target Investors

The Cordros Milestone Fund 2028 is an attractive investment option for retail, high net-worth individuals, and institutional investors:

- Who seek capital appreciation and growth
- With medium to long term financial milestones
- Who require annual income from as an inflation hedge
- And have a long-term investment horizon.

## Benefits to Investors

- ⇒ Diversified fund rebalancing
- ⇒ Diversification investment approach
- ⇒ Unique equity allocation
- ⇒ Professional Fund Management
- ⇒ Affordability
- ⇒ Competitive returns with minimum investment

## Fund Performance

The slight recovery in the Nigerian equities market impacted positively on the bid and offer prices of the fund. The fund manager booked profit from equities and increased exposure to fixed income instruments. Bid prices increased by N14.44 per unit or 14.31% during the period under review.

	CMF 2028	
	BID PRICE (₦)	OFFER PRICE (₦)
Jan-19	115.36	116.12
Dec-19	100.92	101.79

## Market Commentary

The much-anticipated Santa-Claus rally ushered in equity market activities in 2020 as the Nigerian All Share Index (NSEASI) closed up in the month of January. A sustained decline in fixed income yields drove the bulls back to the Nigerian bourse which posted month on month gains of 7.64%.

Sectorial breakdown of the major market Indices saw gains from the Industrial index (+14.38% m/m), Insurance index (+4.91% m/m) and Banking index (+4.75% m/m), while the Consumer goods and Oil and Gas indices posted negative growth of 5.79% and 4.19% respectively at the end of the month under review.

The Money market space had treasury bills continued its bullish trend for the in January, with average yields across tenors closing at 4.21% (vs 6.47% in December). This 139bps m/m moderation was based off increased scarcity of securities and increased system liquidity coupled with declining NTB rates in the secondary market. Further breakdown saw the short, mid and long tenor bills decline m/m by 179bps, 38bps and 200bps respectively.

The Treasury bonds secondary market continued to see sustained demand as investors hunted for relatively attractive yields. Consequently, the average yield across instruments fell by 26bps to close at 9.59%. Buying interest was witnessed across all segments of the curve, with the JAN-2026 (-61bps), APR-2033 (-30bps), and APR-2049 (-23bps) bonds recording the largest yield contractions. On the other hand, the JUL-2021 (+3bps) was the only bond that expanded.

## Market Outlook

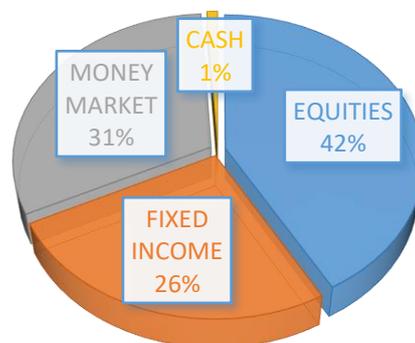
As 2020 begins to shape up, volatility and uncertainty will remain on the front burner for investors. The results of the general election of the Brexit, the impasse of the US-China trade deal, the US and Middle-East spat and most recently, the Coronavirus pandemic in China will determine the direction of the global markets in the near term. Our focus however, will be on Foreign Portfolio Investors (FPIs) activities, the policy direction of the Central Bank of Nigeria's (CBN) and several other macroeconomic indicators.

In the equities market, we expect sustained demand for securities to push prices up following the yield slump in the fixed income space. However, we expect some profit-taking from investors following the rally in the month while awaiting FY financials from listed corporates. These results are expected to catalyze market activity while government's financing of the 2020 budget will offer some support to yields in the short run.

In light of the above, the Fund Manager will continue maintain the delicate balance between fixed and variable income asset classes. A strong recovery in the equities market will prompt a reallocation with increased exposure to stocks with strong fundamentals.

## Asset Allocation

Instrument	Weighting	Allocation Band
Equities	41.78%	10% - 70%
Fixed Income	25.96%	10% - 40%
Money Market	31.31%	10% - 40%
Cash	0.95%	0% - 5%



The daily annualized yield is stated net of fees and expenses.

The fund manager is required grow the unit price of the fund in line with annual return projection. 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.