

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 th Sep 2018
Financial Year End	31st December
Fund's NAV	N273.98 Million
Price	N100
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

Significant sell-offs in the first week of January was moderated by gains in subsequent trading weeks of the month as the ASI index closed flat at 0.01%. Investors have remained wary of happenings in the socio-political space as they adopted a wait and see approach.

However, our strategic asset allocation was to maximize positive development and minimized the negative impact by leveraging on uptick yields from fixed income and money markets.

	CMF 2028	
	BID PRICE (₦)	OFFER PRICE (₦)
Jan-19	98.01	98.44
Dec-18	98.69	99.02

Market Commentary

As 2018 was largely bearish for the Nigerian equities market, January 2019 reversed the 1.80% gained recorded from prior Month as the NSE ASI lost 0.01%. Market capitalization shed by 2.9% to 11.39 Trillion as against 11.72 in prior month as the total value and volume traded also shrank by 5.2% and 14.2% respectively.

Inflation rate for January slightly moderated by 0.07 per cent (y/y) to print at 11.37%, according the National Bureau of Statistics report. Indicatively, the headline inflation index change which is largely steered by prices of staple foods remained flat at 0.74% (m/m), albeit, slowing down from 13.56% in December 2018 to 13.51% on a y/y basis. On the flip side, core inflation expanded marginally to 9.9% 9y/y0 against the 9.8% 9y/y0 recorded in the prior month, gliding upwards as a result of increased prices of domestic services and household appliances, amongst others.

The Overnight lending rate dipped by 39bps, closing at 11.36% amidst CBN's resolute stance to squeeze system liquidity. Auctions worth NGN2.04trillion of bills were held in outflows, over against NGN2.8 trillion worth of inflows. Investors bias were largely bullish in the fixed income market as average yields on treasury bills contracted by 17bps (m/m) to 14.63%, from 15.38% in the preceding month. Average returns on bond securities receded by 20bps to 15.04%, dictated by upward buying pressure on midterm bonds

Market Outlook

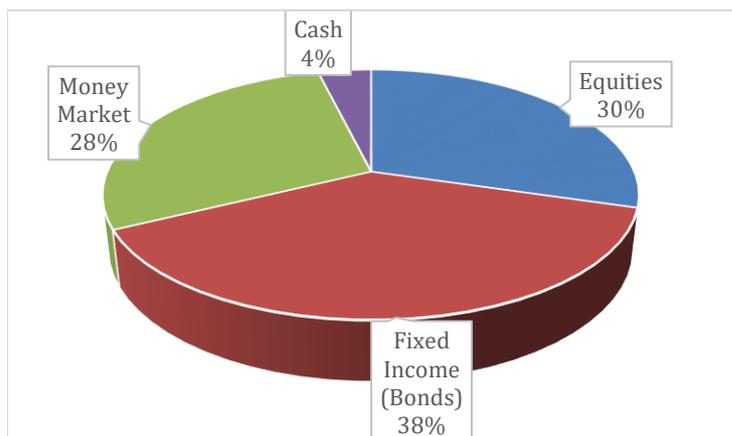
Our outlook favours cautious trading in the equities market amidst brewing political jitters ahead 2019 elections and the absence of a positive market trigger. However, we expect positive macroeconomic fundamentals to drive recovery in the long term.

Our outlook expectation is modest higher yields in the medium term, anchored on (1) domestic monetary policy direction, (2) sustained uptick in inflation rate, (3) capital flight amid higher yields in safe haven assets, and (4) political uncertainty stemming from the upcoming general elections.

Current Asset Allocation

Instrument	Weighting	Allocation Band
Equities	29.58%	10% - 70%
Fixed Income	38.12%	10% - 40%
Money Market	28.49%	10% - 40%
Cash	3.81%	0% - 5%

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.