

FACT SHEET

April 2020

FUND STRUCTURE

The ARM Aggressive Growth Fund is an open-ended investment vehicle sponsored and managed by ARM Investment Managers. A minimum of 75% and maximum of 100% of the Fund is invested in stocks of companies quoted on the Nigerian Stock Exchange. The ARM Aggressive Growth Fund is constituted by a trust deed and duly authorized

INVESTMENT OBJECTIVE

The Fund primarily invests in equities of publicly-quoted companies listed on the Nigerian Stock Exchange. The mix of assets in the Fund is aimed at providing investors with long term capital growth.

BENCHMARK

Given that the fund's strategy is largely geared towards capital growth and appreciation, the benchmark is the Nigerian Stock Exchange All Share Index (NGSEASI).

MARKET REVIEW

Equities

- The Nigerian equity market (NGSEASI) ended the month of April on a positive note returning 8% MoM (month-on-month) whilst YTD (year-to-date) returns remained negative at -14.24%.
- The positive rally in April was spurred by recoveries in the Food (+16.71%), Telecoms (+15.56%), Banking (+15.42%), Construction (+9.67%) and Brewers (+9.22%) sectors, as investors cherry picked names taking advantage of low prices thereby rebuilding their equity portfolios amidst lower crude oil prices and fear of currency pressures.
- Year to date all sectors of the Nigerian equity market returned negative in the month of April, except the Telecoms (+6.36%) and Construction (+15.93%) sectors.

Fixed Income

- NTB (Nigerian Treasury Bills) new-issue yields recorded further declines in April. Average discount rates across the 91-day, 182-day and 364-day T-bills fell to 1.91%, 2.91% and 4.05%, respectively, while the rates for the 3-year, 15-year and 30-year FGN bonds decreased to 9%, 12% and 12.5%, respectively, from 10%, 12.5% and 12.98% in March.
- The low yield environment continues to incentivize Corporates to raise funds at cheap rates to support their working capital or to restructure existing debt, thereby leading to increased issuance of debt by Corporates.

Key Facts

Launch Date: April 2004

Memorandum listing: 2008

Size of Fund: ₦2billion

Initial Investment Amount: ₦50,000.00

Management Fee: 1.5% of NAV

Incentive Fee: Maximum of 30% of returns in excess of 10% annually

Benchmark: Nigerian Stock Exchange All Share Index (NGSEASI)

Trustee: First Trustees Nigeria Ltd, a subsidiary of FBN Capital Ltd.

Registrars: First Registrars Ltd

Contact Details

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