

CardinalStone Guaranteed Investment Plan ("CSGtdIP")

Quarterly Newsletter – June 2017



FUND FACTS

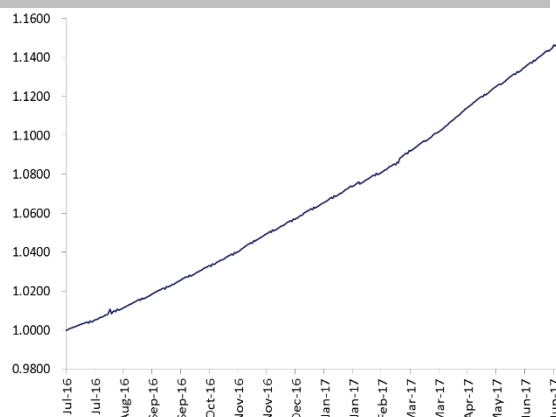
| | |
|------------------------------------|--------------------------------|
| Fund Manager: | CardinalStone Asset Management |
| Launch Date: | April 2010 |
| Initial Investment: | ₦100,000 |
| Additional Investment: | ₦50,000 |
| Net Assets Value per Share: | ₦1.9847 |

FUND PERFORMANCE

| | 4Q16 | 1Q17 | 2Q17 | YTD |
|------------------|-------|-------|-------|-------|
| FUND | 3.43% | 3.66% | 4.24% | 8.05% |
| 10Y BOND* | 3.84% | 3.91% | 4.01% | 8.03% |

*Average yield on 16.39% FGN Bond 2022 pro-rated for period

NAV PERFORMANCE (ONE YEAR ROLLING)



FUND OBJECTIVE

The Plan offers a guarantee on the principal amount invested as well as a guaranteed income to investors who have zero-tolerance for market volatility. The Plan seeks to achieve its objectives by investing all of its funds in fixed income securities that provide less risky and assured returns relative to equities.

PORTFOLIO MANAGER'S COMMENTARY

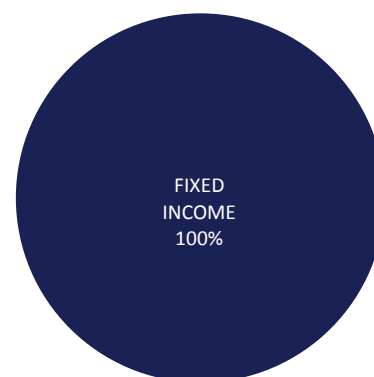
The CardinalStone Guaranteed Investment Plan ("CSGtdIP") opened for the quarter on 1 April, 2017 with an Offer price of N1.9040 and closed for the quarter at an Offer price of N1.9847, a return of 4.24%

The Central Bank of Nigeria (CBN), following the Monetary Policy Committee (MPC) meeting which held in May 2017, kept all policy rates unchanged. The Monetary Policy Rate (MPR) was maintained at 14% while the asymmetric corridor around the MPR was retained at +200bps/-500bps. The Cash Reserve Requirement (CRR) on private and public sector deposits was also maintained at 22.5% and the Liquidity Ratio was left unchanged at 30%. The committee agreed to this stance at the May MPC meeting as the inflation rate despite consecutive reductions in the rate of increase, remained high.

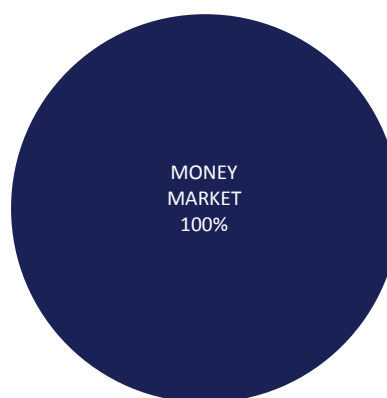
Yields on sovereign bonds closed largely stable as the monetary authorities maintained a tightening stance and mopped liquidity often. Bond yields were relatively sticky throughout the quarter. The 7 year bond was the biggest mover, with yields rising by as high as 68bps. The 5yr, 7yr, 10 yr, and 20yr bonds closed at 16.34%, 16.45%, 15.84% and 15.93% respectively.

In the quarter ahead, yields on fixed income instruments should remain at current levels as the government needs to keep borrowing to finance its budget deficit.

STRATEGIC ALLOCATION



ALLOCATION BY INSTRUMENT



For further enquiries please speak to our Investment advisors (Pius on 08090479268 or Chinonso on 09090649283) or send us a mail at invest@cardinalstone.com

Disclaimer

The purpose of this fact sheet is to provide summary information and does not constitute a recommendation to buy or sell shares in the Fund. Any decision to buy and sell shares should be made after seeking appropriate professional advice. The CardinalStone Structured Investment Plans are not registered with the Securities and Exchange Commission (SEC) and as such are not marketed or sold to the public as this is not legally permitted. Persons in receipt of the information contained herein are required to inform themselves about and observe such restrictions. Past performance is not necessarily a guide to future performance. The value of investments and the income from them can fluctuate and are not guaranteed. The views expressed are as at the date hereof and are subject to change. They do not constitute investment or any advice. This report is produced by CSP Asset Management.