

# AFRINVEST EQUITY FUND



Benchmark Index: NSE ASI

A MONEY MARKET FUND

SEPTEMBER 2019

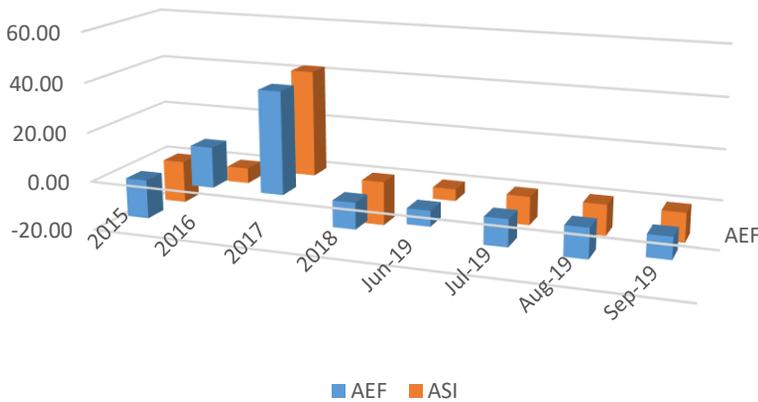
## FUND OBJECTIVE

FUND SNAPSHOT

<b>Category of fund:</b>	Equity Fund
<b>Lock-in Period:</b>	Minimum of 91 days
<b>Minimum Investment:</b>	₦50,000
<b>Listing:</b>	Nigerian Stock Exchange
<b>Inception Date:</b>	2008
<b>Net Asset Value:</b>	₦316M
<b>Asset Allocation:</b>	Tactical
<b>Fund Manager:</b>	Afrinvest Asset Management Ltd
<b>Trustee:</b>	United Capital Trustees Limited
<b>Custodian:</b>	UBA Global Investor Services
<b>Registrar:</b>	Meristem Registrars Limited

To generate income by investing predominantly in well diversified portfolio of equity stocks providing high dividend yields. The fund aims to generate regular returns and long-term capital appreciation by investing in value stocks with stable high dividend yields.

## PERFORMANCE OF AEF AGAINST NSE ASI (YTD)



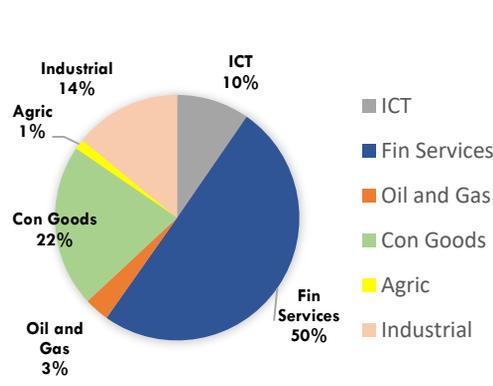
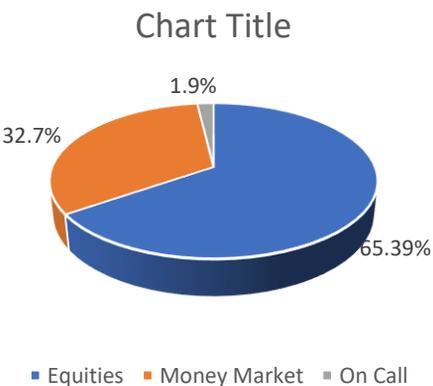
## VOLATILITY MEASURES (5 YEARS)

Beta: 0.77  
 Sharpe Ratio: 0.10  
 Information ratio: 0.05  
 Tracking Error: 9.19  
 Expense ratio: -0.045

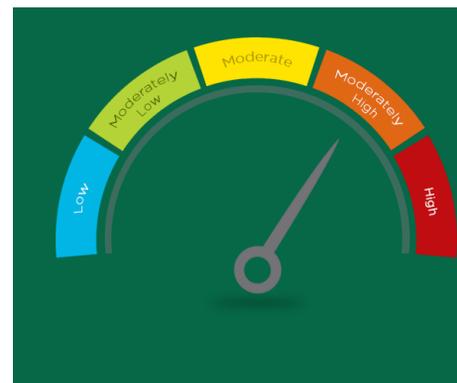
\*Risk free rate assumed to be 11.10% (based on Nigerian Government 91- Day T-Bills Rate)

## ASSET ALLOCATION

## PORTFOLIO ALLOCATION



## RISK MEASUREMENT





**Fund manager:** A fund manager is one who is registered by the Securities Exchange Commission (SEC) and is responsible for implementing a fund's investing strategy and managing its portfolio trading activities.



**Equity Fund:** An equity fund is a mutual fund that invests principally in stocks. It can be actively or passively (index fund) managed. Equity funds are also known as stock funds.



**Lock-in Period:** A lock-in period is a window of time when investors of a mutual fund or another closely held investment vehicle are not allowed to redeem or sell shares. Redeeming your funds



**Net Asset Value:** is the total market value of assets that an investment company or financial institution manages on behalf of investors



**Tactical Asset Allocation:** Tactical asset allocation is an active management portfolio strategy that shifts the percentage of assets held in various categories to take advantage of market pricing anomalies or strong market sectors



**NSE ASI:** The Nigeria Stock Exchange All Shares Index is an index that tracks the performance of stock traded on the floor of the Nigerian Stock Exchange.

**Standard Deviation:** Standard deviation is applied to the annual rate of return of an investment to measure the investment's volatility. The lower the standard deviation, the better.



**Sharpe Ratio:** The Sharpe ratio is the average return earned in excess of the risk-free rate per unit of volatility or total risk. The higher the Sharpe ratio, the better.



**Beta:** Beta is a measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market. The higher the beta, the riskier the investment is.



**Information Ratio:** The information ratio (IR) is a ratio of portfolio returns above the returns of a benchmark, usually an index, to the volatility of those returns. The higher the information ratio, the better.



**Tracking Error:** Tracking error is the divergence between the price behavior of a position or a portfolio and the price behavior of a benchmark. The higher it is, the better.

