

# NIGERIA INTERNATIONAL DEBT FUND



Benchmark Index: ABBI

A BOND FUND

SEPTEMBER 2019

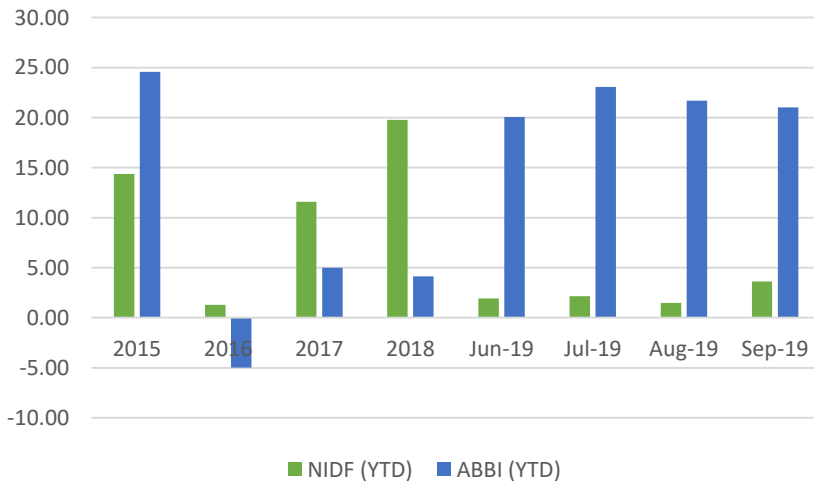
FUND SNAPSHOT

<b>Category:</b>	A Bond Fund
<b>Lock-in Period:</b>	Minimum of 91 days
<b>Minimum Investment:</b>	₦150,000
<b>Listing:</b>	Nigerian Stock Exchange
<b>Inception Date:</b>	1997
<b>Net Asset Value:</b>	₦1.23Bn
<b>Asset Allocation:</b>	Strategic
<b>Fund Manager:</b>	Afrinvest Asset Management Ltd
<b>Trustee:</b>	United Capital Trustees Limited
<b>Custodian:</b>	Citi Bank Nigeria
<b>Registrars:</b>	United Securities Limited

## FUND OBJECTIVE

The Nigeria International Debt Fund invests in Federal and State government of Nigeria bonds. Fund objectives include reduction in risk and offer investment safety, provide steady returns and investment diversification and preserve investors' capital.

## PERFORMANCE OF THE NIDF AGAINST ABBI

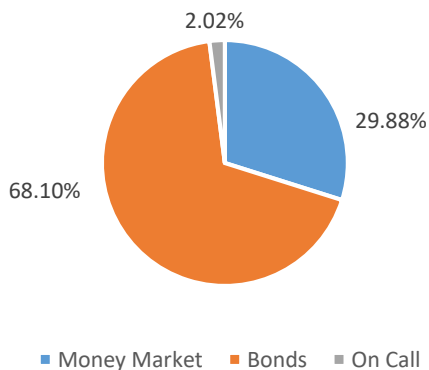


## VOLATILITY MEASURES (5 YEARS)

Standard Deviation: 8.03  
 Sharpe Ratio: 1.22  
 Expense ratio: 0.009  
 Information ratio: -1.52  
 Tracking Error: 13.79

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

## PORTFOLIO ALLOCATION



## RISK MEASUREMENT



AFRINVEST

ASSET MANAGEMENT

## HOW TO READ THIS FACTSHEET



**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.



**Bond Fund:** A debt fund is an investment pool, such as a mutual fund or exchange-traded fund, in which core holdings are fixed income investments. A debt fund may invest in short-term or long-term bonds



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



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



**Strategic Asset Allocation:** Strategic asset allocation calls for setting target allocations and then periodically rebalancing the portfolio back to those targets as investment returns skew the original asset allocation percentages



**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.

**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.

**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.

**ABBI:** The Access Bank Bond Index is a liquid index that was created to ensure that there exists credible data on the Nigerian sovereign bond market which will help the investors and other stakeholders to make informed investment decisions while providing a benchmark for measuring the performance of the rapidly developing local currency bond markets



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