

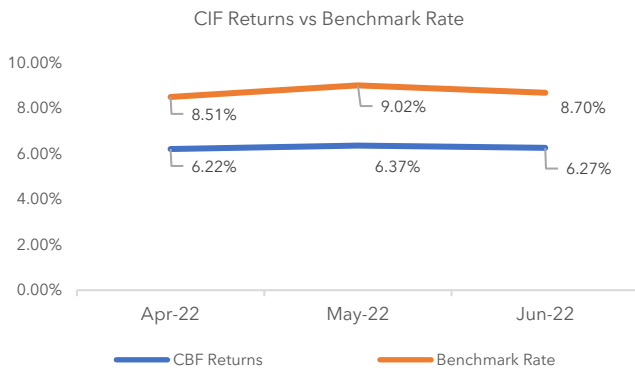
## BACKGROUND INFORMATION

The Coral Income Fund ("CIF") was established in May 2006 as an open-ended income based collective investment scheme. The Fund invests a minimum of 70% and a maximum of 100% of its assets in investment grade fixed income investments.

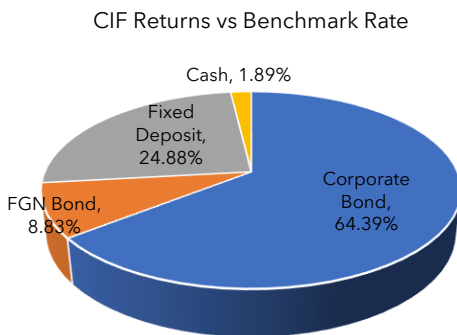
## INVESTMENT OBJECTIVE

The objective of the CIF is to enable investors to earn income, while preserving their capital over the medium term. In particular, the CIF is designed to enable investors to satisfy a broad variety of financial needs as it can be used as a private investment plan towards children's educational, housing plan, retirement plan etc.

## Fund Performance vs. benchmark



## ASSET ALLOCATION (% OF TOTAL ASSETS)



## UPDATE ON THE CIF

You can now monitor your investment online by viewing your statement on our website [www.fsdhaml.com](http://www.fsdhaml.com).

## REVIEW OF THE FUND

Inception date:	May 2006
Net Asset Value:	N2.83bn
Base Currency	Naira
Management Fee	1.00%
Minimum Investment	N5,000.00
Opening Price	3,575.65
Closing Price	3,576.20

Investment Managers Rating: BBB+ Long Term / A2 Short Term (GCR)

Current Asset Allocation: 73.2% in Bond%, 24.88% in Fixed deposit and Cash 1.89%

Benchmark: (70% of 3Y Federal Government of Nigeria Bond Yield and 30% of 12M Nigerian Inter-bank Treasury Bill's True Yield)

Risk Profile:	Medium
Fund Custodian:	Stanbic IBTC
Fund Trustee:	UTL Trust Management Service
Auditors:	KPMG Towers

## Fund Manager's Comment

The CIF's return for Q2 2022 was 6.27%, delivering 72.07% of the benchmark rate (8.70%) despite the challenging macro-economic environment. The Income Fund is a mix of investment in FGN Bond, Corporate Bond, and Money Market (To provide liquidity). Hence, amid Monetary Policy Committee (MPC) hawkish stance which began in May 2022, we decided to invest more in money market and place funds for shorter tenor to easily reprice even as rate trend northward.

## Strategy

Given our expectation of continued interest rate hike as central banks try to tame inflation and as FGN ramps up borrowing in H2 to support fiscal deficit we expect to continue to be active in the money market. We will invest in short term money securities (such as Commercial Papers) with good yields and quality.

We will stay within the lower band threshold for FGN and Corporate Bonds amid expect further rise in yield. We will seek opportunity to exit some of our positions in longer-dated instruments to buy short-dated attractive and fundamentally strong corporate instruments.

## Increasing your investment in the Coral Income Fund just got easier!

- From the comfort of your space, you can increase your investment in the CIF with as little as N5,000 through any of the following:
- Automatic transfer sums from any Nigerian bank to the funds custodian by issuing a direct debit instruction. You simply fill and execute the form; we will process it on your behalf.
- Transfer the investment sum to the funds' custodian
- Issue a cheque/ bank draft in favor of "Coral Income Fund"

You can also reach out to us via email at [coralfunds@fsdhgroup.com](mailto:coralfunds@fsdhgroup.com). Follow us on twitter and Instagram via @Fsdhcoralfunds and like our Facebook page; FSDH Coral Funds [www.facebook.com/coralfunds](http://www.facebook.com/coralfunds)