

January 2016

Retire the way you desire

Strategy Overview

The Fund investments is subject to regulatory guidelines and limits as set by the National Pension Commission (PENCOM), and can be allocated as follows:-

• Govt. Securities

i. Fed Govt. (including FGN Eurobonds) (80%)

II.State/ Local Govt.(20%) -Guaranteed/ ISPO

III.State/ Local Govt.(3%) - Not Guaranteed

• Corporate Bond/Debt (35%)

• Supra-national Bonds (20%)

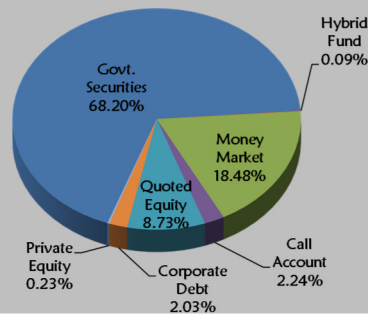
• Infrastructural Funds (5%)

• Money Market Instruments (35%)

• Ordinary Share (including GDRs) (25%)

• Private Equity (5%)

CURRENT ASSET ALLOCATION



Industry and Regulatory Update

- The National Pension Commission (PenCom) has released the Draft Guideline on Withdrawal from RSA towards Equity Contribution for Payment of Residential Mortgage .
- The total value of pension industry assets under the Contributory Pension Scheme (CPS) as at Oct 31, 2015 has risen to about 5.149 trillion.
- The new Pension Reform Law 2014 has made it compulsory for State and Local Governments to adopt the CPS for the benefit of their employees.
- PenCom has reiterated on the right of Public and Private sector employees to Life Insurance Policy taken on their behalf by their employers while also directing the employers to provide evidence of compliance with the policy.
- The amended pension reform act 2014 has reviewed the minimum contributions upward to 18% from 15% such that employer and employee contributions are now 10% and 8% respectively. Also, it has expanded the contribution base by stipulating a new minimum of 3 rather than 5 employees for employers to enroll in the scheme.
- NSITF-All individuals who had worked in organizations that contributed to the defunct NPF/NSITF schemes should contact us at info@crusaderpensions.com or 01-2713800-4 for further information on the transfer of their NSITF contributions.
- Contributors with changes in personal and employment details should contact us at the above address or through our website: www.crusaderpensions.com.

Launch	109-mth	110-mth	111-mth	112-mth	113-mth	114-mth	115-mth	
Jul-06	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Jan-16	Cumulative
Unit Price N1.00	N2.71	N2.73	N2.78	N2.79	N2.81	N2.84	N2.82	***
% Return	171%	173%	178%	179%	181%	184%	182%	182%

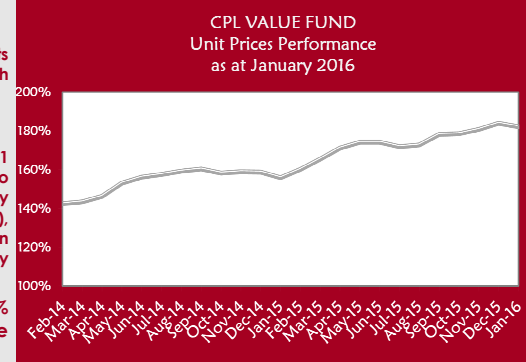
Investment Objective

Maximizing total returns by investing in securities and instruments that would deliver long term capital appreciation and income growth without compromising the safety of the funds.

CPL VALUE FUND

CPL Value Fund closed January 31, 2016 with a unit price of N2.8221. The Fund assets, invested within regulatory limits, were allocated to Government Securities (68.20%), Corporate Debt (2.03%), Money Market (18.48%), Quoted Equities (8.73%), Hybrid Fund/ REITs (0.09%), Private Equities (0.23%) and Call Account (2.24%). The graph shown in this report represents the performance of the Fund from February 2014 to January 31, 2016.

We are pleased to inform you that we have returned 182% on Funds under our management till date and we remain the industry leader in terms of return on investment.



Market Overview

Macroeconomic Indicators

- Real GDP grew by 2.84% in Q3, 2015 which is higher than 2.35% in Q2, 2015.
- At the NIFEX, the Naira weakened to close at N198.96/USD in January 2016 as against N199.30/USD in December 2015. The parallel market rate fell to N301/\$.
- The foreign reserves declined to USD28.16n in January 2016 from USD29.07n in December 2015.
- Brent crude price weakened to USD35.99pb in January 2016 from USD38.53pb in December 2015.
- The MPR was retained at 11% while the CRR also remained at 20%.
- Inflation rate (YoY) for December 2015 rose to 9.60% from 9.40% in November 2015.

Government Securities

- FGN Bonds worth N0.985trn were traded in 4,423 deals during the month of January 2016 .
- The Auction of 15.54% FGN Feb 2020 (5-year bond) ; reopening, and 12.50% FGN Jan 2026 (10-year bond) : new issue took place during the month of January 2016 and successful bids were allotted at the rate of 12.2430%, and 12.5000% respectively.

Money Market

- The market rates for January 2016 closed lower than in December 2015 due to moderated system liquidity .
- The OBB rate for January 2016 closed higher at 0.75% while the O/N rate closed lower at 0.88% as against 0.50% and 1.00% respectively in December 2015.
- The NIBOR rates for 30, 90 and 180 days in January 2016 closed lower at 7.93%, 9.14% and 10.42% respectively as against 8.95%, 10.68% and 12.76% respectively in December 2015.

Stock Market

- The Nigerian Stock Exchange All-Share Index (ASI) which opened the month at 28,642.25 closed lower at 23,916.15 in January 2016. The ASI decreased by 16.50% compared to an increase of 4.59% in December 2015. It also, recorded a lower cumulative YTD decline of 16.50%.
- The monthly traded volume and value decreased by 21.68% and 23.93% respectively as against the increase of 17.33% and decrease of 13.50% respectively in the preceding month of December 2015.
- The market capitalization of all listed equities decreased by 16.51% at the end of January 2016 to close at 8.225trillion compared to 9.851trillion at the end of December 2015.
- Building sub-sector retained its position as the most capitalized in the market at the end of January 2016.

Market News

- The CBN has issued a circular to DMBs introducing "Current Account Maintenance Fee" to the tune of maximum of N1 per mille (per N1,000) in respect of all customers induced debit transactions while also enforcing the zero COT regime for all DMBs.
- In order to boost the FGN's non-oil revenue generation drive, the CBN has enjoined Banks and other financial institutions to charge N50 Stamp Duty in respect of electronic transfer and teller deposits from N1,000 and above to be remitted to CBN NIPOST Stamp Duty Collection Account.
- The Central Bank of Nigeria (CBN) has directed all banks to increase their provision for Performing Loans (PL) from 1% to 2%.
- Barclays has announced that it would remove Nigeria's bonds from its emerging markets local currency government bond benchmark from February 1, 2016.
- The CBN deadline for BVN enrollment for Nigerian customers in Diaspora provisionally ends on January 31, 2016.

Outlook for next month.

- We expect market rates to operate above the current levels in view of expected moderation in the level of system liquidity through OMO auctions. We shall continue to monitor the market and also, invest in the short to medium term as market opportunity arises.
- We expect a more active stock market with strong tendency for bargain hunting in under-priced valued stocks . We shall continue to monitor the market for stocks with strong fundamentals, good corporate governance and high returns.
- We expect activities in the government securities market to be boosted by the need for government to increase its domestic borrowings . We shall continue to track the market closely to take advantage of good yields in the market.