

FACT SHEET

August 2017

INVESTMENT OBJECTIVE

The ARM Ethical Fund is an open-ended fund designed to enable investors acquire holdings in line with ethical Islamic investment principles.

The primary objective of the Fund is to achieve long-term capital appreciation and income distribution through investments in a select portfolio of securities and assets in accordance with the principles of Islamic finance and ethical values. The Fund is suitable for investors who:

1. wish to achieve long-term capital growth on their investments
2. have a high investment risk appetite Funds Investment Policy

INVESTMENT POLICY

The Fund reflects ARM Investment Manager's value oriented approach to investment management. We seek investments that are trading below their intrinsic value, thereby creating opportunities for superior and consistent returns over the long-term. The principles and tenets of Shari'ah law will be upheld through the structure of the Fund which entails a disciplined investment process, an Advisory Board and an Investment Committee, comprising Shari'ah advisers with knowledge and expertise in Islamic investments.

The Fund will invest only in Shari'ah compliant stocks, and other asset classes. Specifically, the Fund is designed to exclude all forms of "riba or interest" from all its investment operations and prohibits investments in businesses that are inconsistent with Islamic principles, such as gambling, tobacco, alcohol, ammunition, sale or purchase of pork and all forms of adult entertainment.

BENCHMARK

The benchmark is a composite of 50% Nigeria Stock Exchange, Lotus Islamic Index, 30% Osun State Sukuk Bond Yield and 20% Skye Shelter Fund Return

MARKET REVIEW

Equities

- NSEASI performance was negative for the first time in five months, falling by 0.96% over the month of August.
- With much of value created by the bear market repatriated we see limited potential for further upside. We continue to seek fundamentally attractive companies to invest in while remaining cautious of the fact that not a lot has changed in macro-fundamentals.
- Brent Crude prices depreciated by 0.51% over August to \$52.38/bbl. On the whole, oil prices averaged \$51.87/bbl over the month, which represented a 9.99% increase from the same period in 2016.

Key Facts

The ARM Ethical Fund is a Shari'ah compliant open-ended Islamic Fund

Fund Structure: Open-ended

Size of Fund: ₦210m

Financial Year End: 31st December

Nominal value: ₦20.00 per unit

Management Fees: 1.5%

Initial Investment Amount: ₦10,000

Trustees: Royal Exchange Plc.

Registrars: United Securities Ltd.

Asset Allocation

Asset Allocation	
Equities	30% - 60%
Real Estate	10% - 60%
Other Investments	10% - 50%

Contact Details

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