

FACT SHEET

July 2018

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 35% Lotus Islamic Index, 30% Osun State Sukuk Bond Yield and 35% Skye Shelter Fund Return

MARKET REVIEW

Equities

- NSEASI performance ended on a negative note in the month of July, falling by - 3.29% over the month.
- The Nigerian equity market continues to reflect bearish sentiment as investors (offshore and domestic) continue to take profit and rebalance their portfolios.
- Investor confidence in Naira assets remains impoverished by uncertainty surrounding pre-election activities, risk to oil prices and likely pressures on the currency.

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

ARM Investment Managers
1 Mekunwen Road Off Oyinkan
Abayomi Drive Ikoyi
Lagos, Nigeria
Telephone 01 270 1096;
01 448 8282

www.arm.com.ng

www.arminvestmentcenter.com