

# Stanbic IBTC Bond Fund (“SIBOND”) Quarterly Fund Factsheet Q2:2010

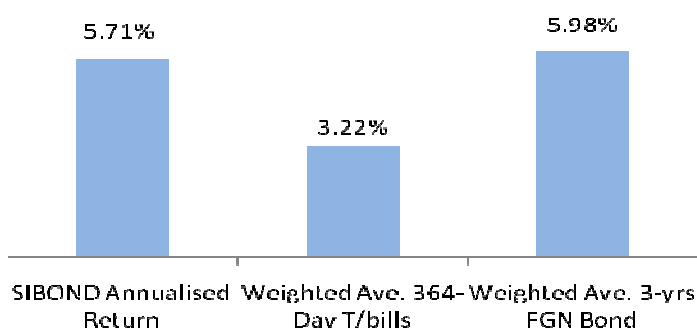


## Portfolio Manager’s Comment

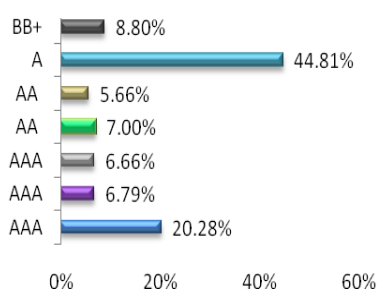
The Stanbic IBTC Bond Fund (“SIBOND”) opened the quarter with an offer price of ₦101.70 and closed the quarter at an offer price of ₦102.30 thereby appreciating by 5.71% on an annualised basis for the period ended 30 June 2010. On the other hand the 3-year FGN Bond (benchmark) which opened the quarter at 3.48% p.a. rose to close the quarter at 6.24% p.a.

The fund increased exposure in short dated government bonds due to our expectation that yield will tend upward in the short term. Furthermore, the fund also increased its exposure to state and corporate bonds as we expect credit spreads to contract as the economy recovers.

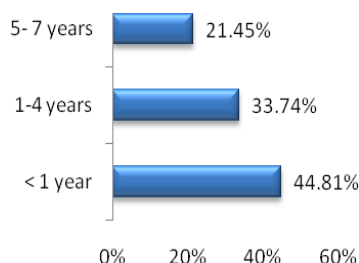
## Fund Performance as at Q2 2010



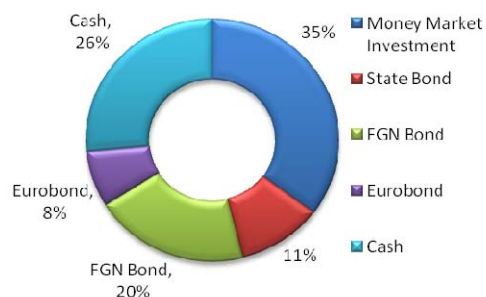
### Credit Rating



### Maturity Profile



## Total Asset Allocation as at Q2 2010



## Fund Objective

The primary objective of the Fund is to achieve competitive returns on its assets with minimal risk as capital preservation is its main focus. The Fund seeks to achieve its stated objective by investing at least 65% of its assets in high quality bonds and other fixed income securities, while a maximum of 35% of its assets is invested in quality money market instruments

The Fund aims to achieve competitive returns on its assets while safeguarding capital, by investing in a diversified portfolio of high quality bonds of governmental, supranational and corporate issuers, including Federal Government bonds, state government bonds, corporate bonds, Eurobonds and other fixed income securities.

## Investment Strategy

Our strategy will focus on holding short dated government securities with attractive yields that offer positive real rate of return. Emphasis will also be placed on ensuring that the portfolio is sufficiently invested in liquid fixed income securities that are undervalued thereby offering reasonable upside potential.

Similarly, the Fund Manager will take advantage of attractive corporate and state government bonds issued by Nigerian state governments and corporate bonds and will continue to maintain a disciplined risk management framework.

## Investment Benefits

- Offers market access to bond investors who don't have the quantum for effective bond investing
- Competitive returns
- Provides diversification to an investor's existing equity portfolio
- Provides a steady income stream through half-yearly dividends
- Provides a more stable source of income than equity investments

## Risks

- Interest rate risk
- Inflationary Pressure
- Economic and Political Risk
- Foreign exchange risk

## Fund Facts as at 30 June 2010

<b>Fund Manager</b>	Stanbic IBTC Asset Management Limited
<b>Base Currency</b>	Naira
<b>Launch Date</b>	February 2010
<b>Fiscal Year End</b>	December
<b>Status of Fund</b>	Open Ended
<b>No. of Unit holders</b>	214
<b>Initial Investment</b>	₦100,000
<b>Additional Investment</b>	₦100,000
<b>Dividend Frequency</b>	Half Yearly (30 June and 31 December)
<b>Handling Charge</b>	1% redemption charge if within the first ninety one (91) Days.