

This document is important and should be read carefully. If you are in any doubt about its contents or the action to take, please consult your Stockbroker, Financial Adviser, Solicitor, Accountant, Tax Consultant, Banker or any other professional adviser for guidance immediately. This Information Memorandum has been approved by the Directors of the Fund Manager/Promoter and Trustees of the Index Fund and they jointly and individually accept full responsibility for the accuracy of all information given and confirm that, after having made inquiries which are reasonable in the circumstances and to the best of their knowledge and belief, there are no other facts the omission of which would make any statement herein misleading or untrue.

For information concerning certain risk factors which should be considered by prospective investors, see risk factors on pages [•] to [•]

LEGACY DEBT FUND

(Authorised and Registered in Nigeria as a Unit Trust Scheme)

MEMORANDUM LISTING

OF

594,963,112

UNITS OF N3.29 EACH

AT PAR

PAYABLE IN FULL ON APPLICATION

FUND MANAGER:



FIRST CITY ASSET MANAGEMENT LIMITED
A MEMBER OF FCMB GROUP PLC

RC 316583

TRUSTEE:



The units of this Fund have been registered by the Securities and Exchange Commission.

Introduction

The Legacy Debt Fund (herein after referred to as "*The Fund*") is a mutual fund regulated by the Securities & Exchange Commission, Nigeria (SEC).

Parties to the Fund are as follows:

1	Fund Name	Legacy Debt Fund
2	Fund Manager	First City Asset Management Limited
4	Trustees to Fund	Sterling Asset Management & Trustees Limited
5	Custodian to the Fund	UBA Global Custodial Services
6	Auditors to the Fund	Pedabo Audit Services
7	Rating Agency	Agusto & Co.

Historical Perspective

The Fund, previously managed by Fin Bank Plc under the name IMB Energy Master Fund, was renamed Legacy Short Maturity (NGN) Fund in July 2015 following the acquisition of Fin Bank Plc by FCMB Group Plc and upon receipt of approval of unitholders and the SEC. The Fund has been under the management of First City Asset Management Limited (FCAM) since then. Two (2) years later, a change of name of the Fund was sought and obtained from the SEC and unitholders of the Fund unanimously approved to change the name of the Fund to *Legacy Debt Fund* on January 8, 2018 at an Annual General Meeting.

Investment Objective

The Fund seeks to preserve capital and generate stable income. In addition, the Fund aims to provide liquidity and diversification benefits.

Investment Philosophy

Markets are never in a constant state of equilibrium. The regular mismatches between demand and supply provide opportunities to create value for investors. A relatively low risk composite benchmark such as the one for the Fund reflects market behavior. We have created a diversified Fund with an asset allocation strategy that has the potential to exploit market imperfections and generate returns in excess of that of the benchmark.

Investment Universe

The Fund invests in Money Market Instruments, Sovereign, State & Agency bonds, Supranational bonds and Corporate bonds. Only instruments with maximum maturity of 5 years are eligible for inclusion in the Fund. Also, only instruments rated at least A- (short-term) or BBB- (long-term) qualify to be held in the Fund.

Asset Allocation Strategy

	Currency and Asset Allocation
	NGN
Currency Exposure	100%
Cash	0 – 100%
T-bills	0 – 60
Fixed Deposits, Commercial papers, Bankers' Acceptances & other MMIs	0 – 50
FGN Bonds	0 – 60
State / Local Government Bonds	0 - 40
Corporate Bonds	0 - 40
Supranational Bonds	0 - 40
Government guaranteed & Agency Bonds	0 - 40

Features

- Product currency: Nigerian Naira (NGN)
- Country of domicile: Nigeria
- Fund Investment Objective: To preserve capital and generate stable income
- Fund rating: A+(f) for Credit Quality and FV₃ for Fund Volatility, by Augusto & Co
- Benchmark: 50% return on 3-month FGN T-bill + 50% return on 3-year FGN Bond
- Minimum initial subscription: 25,000 units (at prevailing market price per unit)
- Minimum additional purchase: 5000 units (at prevailing market price per unit)
- Minimum Investment period: Six (6) months
- Entry / Exit fee: Nil / 25% of gain on capital, if within 6 months
- Settlement / Redemption: Between 1 to 5 working days
- Fund size: N1.6 billion, as at 10 February, 2019

