



# VETIVA

FUND MANAGERS LIMITED  
RC: 981804

Tuesday, 28<sup>th</sup> February 2023



## VETIVA S&P NIGERIAN SOVEREIGN BOND ETF ("VS&P BOND ETF")

### FUND DETAILS

Listing Date	24th October 2016
Listing Price	₦130.27
Domicile	Nigeria
Currency	Naira (NGN)
Stock Exchange	Nigerian Stock Exchange
NSE Code	VSPBONDEF
ISIN	NGVSPBNDEF1
Bloomberg	VSPBOND NL
Gross Expenses	0.40%
NAV/Unit (28.02.2023)	NGN 140.14
Units Outstanding	3,520,359 units
Rebalancing Frequency	Half-Yearly
Closing Price (28.02.2023)	₦ 162.43

### DISTRIBUTION DETAILS

No. of Distributions	9
2016 (Total)	₦1.00
2017 (Total)	₦15.00
2018 (Total)	₦16.00
2019 (Total)	₦16.50
2020 (Total)	₦15.30
2021 (Total)	₦15.00
2022 (Interim)	₦7.00
Distribution Frequency	Semi - Annual

### INDEX CHARACTERISTICS

Benchmark Index	S&P/FMDQ Nigeria Sovereign Bond Bond Index
Number of Holdings	16
Ticker	SPFINGU
S&P/FMDQ Nigeria Index	604.22
Benchmark Index	S&P/FMDQ Nigeria Sovereign Bond Bond Index

### FUND DESCRIPTION

The Vetiva S&P Nigerian Sovereign Bond ETF is an optimized Bond ETF issued by Vetiva Fund Managers Limited ("VFM" or "Fund Manager"). The ETF seeks to track the S&P/FMDQ Nigerian Sovereign Bond Index.

### INDEX DESCRIPTION

The S&P/FMDQ Nigeria Sovereign Bond Index tracks the performance of local currency denominated sovereign debt publicly issued by the government of Nigeria in its domestic market. The Index level is available through S&P Dow Jones Indices' Web site at [www.spdji.com](http://www.spdji.com).

### FIXED INCOME MARKET SUMMARY & OUTLOOK

The Debt Management Office of Nigeria (DMO) offered and sold a total of ₦360 billion at the month's bond auction, with the 10-Year, 15-Year, 20-Year, and 30-Year tenors selling at rates of 13.99%, 14.90%, 15.90%, and 16.00% respectively. Stop rates were higher m/m across the tenors, while the government borrowed 21.80% more than the previous month.

The NTB segment saw the DMO offer and sell ₦263 billion across the 91DTM, 182DTM and 364DTM tenors, at stop rates of 3.00%, 3.24% and 9.90% respectively. Due to the constrained system liquidity at the time of the auction, there was a significant surge in stop rates offered, and a 19.48% m/m increase in total borrowings.

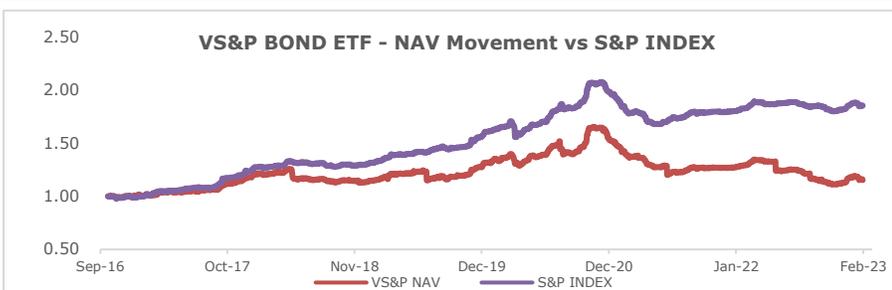
In February, the secondary market performance was mixed, with yields advancing in the OMO and NTB segments, whilst yield movements were varied in the bonds space. System liquidity remained a key driver of investor positions across the market, with the system reporting ample liquidity at the beginning of the month. However, towards month-end, liquidity levels became constrained, which weighed on investor activity.

Looking ahead, we anticipate an improvement in liquidity levels in March, as inflows from maturities hit the system. Therefore, we expect the market to benefit from said ample liquidity, which should help spur demand for securities.

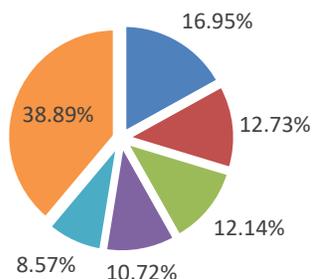
### PERFORMANCE HISTORY<sup>1</sup>

RETURN	ETF NAV*	S&P/FMDQ Nigerian Bond Index
Month to Date	1.01%	0.64%
Quarter to date	-1.98%	-1.64%
Year to Date	-1.98%	-1.64%
Return from Listing Date	80.78%	131.42%

\*Performance inclusive of distribution to unitholder within period



### HOLDINGS



- FGN 14.20% Mar 24s Bond
- FGN 16.2499% FGN Apr 2037
- FGN 14.55% Apr 2029 Bond
- FGN 12.1493% Jul 34s Bond
- FGN 12.50% Jan 26s Bond
- Others

\*Holdings are subject to change.

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## VETIVA S&P NIGERIAN SOVEREIGN BOND ETF

1. *The performance quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than the original cost. Current performance may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling +234(01) 2700658 or by visiting [www.vetiva.com/funds](http://www.vetiva.com/funds).*
2. *The Fund is subject to tracking errors which is the risk that its returns may not correlate accurately to those of the Index. Tracking errors can be caused by the following: capital gains distribution, index changes, cash drag, fund management and trading fees.*

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### **Contact Details:**

Tel: +234 (1) 4530697

Website: [www.vetiva.com/funds](http://www.vetiva.com/funds)

Email address: [funds@vetiva.com](mailto:funds@vetiva.com); [sales@vetiva.com](mailto:sales@vetiva.com)