

FREQUENTLY ASKED QUESTIONS (FAQs) FOR ANCHORIA FIXED INCOME FUND

What is Anchoria Fixed Income Fund?

The Anchoria Fixed Income Fund (“the Fund”) is a collective investment scheme that enables individual and corporate investors to invest in a diversified portfolio of bonds and other fixed income securities. The Fund aims to achieve competitive returns on its assets while safeguarding capital, by investing in a diversified portfolio of high-quality bonds including Federal Government bonds, State Government bonds, Corporate bonds, Eurobonds and other fixed income securities.

How does the Anchoria Fixed Income Fund work?

The Fund is formed by pooling funds of several individual and corporate investors which increases the Fund’s ability to invest in a portfolio of bond instruments and its capacity to negotiate higher rates in the fixed income market. The Fund will invest at least 60% of its assets in high quality bonds while a maximum of 30% will be invested in quality money market instruments including Treasury Bills, Bankers’ Acceptances, Commercial Papers, Promissory Notes, Call Money, Certificates of Deposit and other Fixed Income instruments.

What are the advantages of investing in the Anchoria Fixed Income Fund?

Security: The Fund is a low risk mutual fund which invests in high quality bond securities (Federal, State and Corporate issues) and money market instruments. Investing in a range of top-rated investments significantly reduces the Fund’s risk profile thereby making it attractive for capital preservation purposes.

Liquidity: Anchoria Fixed Income Fund is very liquid, and payment will be effected within 5 working days of the Fund Manager’s receipt of the redemption form and electronic certificate.

Competitive Yields: We expect the yields offered by the Anchoria Fixed Income Fund to be more competitive than an undiversified direct Federal Government bond investment and a typical current/savings account. The value of your investment = Number of units held X Current Bid Price per unit (which is available in leading Nigerian newspapers or on our website: www.anchoriaam.com).

Expertise: Investing in the Anchoria Fixed Income Fund offers you the opportunity to enjoy the professional fund management expertise of the Fund Manager.

Diversification: The Fund is a Unit Trust that holds investments in a full range of fixed income instruments with varying maturities, thereby offering the opportunity to achieve good returns from a diversified portfolio of investments while minimizing risks.

Flexibility: The Fund is open-ended; hence investors are able to subscribe and redeem at any time. This provides flexibility in relation to your cash flows.

How do I subscribe to The Fund?

- i) Visit (www.anchoriaam.com)
- ii) Click on Mutual Funds
- iii) Download or fill Anchoria Mutual Funds Subscription form.
- iv) A completed application form with KYC documents to be scanned back to mutualfunds@anchoriaam.com or submitted via our website.

Required Know Your Customer (KYC) Documents:

- ✔ A recent passport photographs
 - ✔ A valid means of Identification: (E.g. Driver's license/international passport/National I.D/Voters Card of the Investor)
 - ✔ A recent utility bill (not older than 3 months from date of transaction) showing the same address as stated on the application form/subscription certificate
- v) Upon receipt of your completed form, KYC documents and evidence of payment, your Fixed Income Fund account will be opened.
 - vi) Payment can be made for subscription into our bank account through any of the following means:
 - Cheque deposit
 - Funds Transfer

Our bank account details are as follows:

Anchoria Fixed Income Fund

- **Account Number:** 1022033148
- **Bank:** UBA
- **Account Name:** UBA Nom - United Capital Trustees/Anchoria Fixed Income Fund

The inflow will be verified, after which the equivalent number of units is allotted to you. You would be notified with a Subscription certificate immediately via your registered email.

Can I invest for my children and my investment club?

Yes, it is possible to invest for minors, clubs and groups.

A group of us would like to subscribe jointly. How do we go about it?

You can apply as a corporate body/entity or make a joint application depending on the nature of the group. An application from a group of individuals should be made in the names of the individuals and joint applicants must all sign the Application form.

Do I get a receipt or certificate?

Unit holders will be issued with an electronic subscription certificate, dispatched via e-mail or any other electronic means, which shall constitute evidence of their title to the number of Units specified on such documents. For joint holders, they shall be entitled to one certificate in respect of units jointly held by them and shall be delivered to the joint holder whose name appears first on the register of unit holders.

What is the procedure for withdrawing/redeeming investment and how long does it take?

The redemption process involves: Completing a redemption form and returning the Subscription Certificate to the Fund Manager. Once these documents are received, subject to verification of the Unit holder's signature by the Registrar, the redemption request will usually be processed within 5 working days.

Are there any penalties for withdrawing/redeeming my funds?

No, there are no penalties for withdrawals. However, redemptions before the expiration of the minimum holding period (90) calendar days, will incur a processing fee of 20% of the interest accrued on the investment.

Can I use my holdings in The Fund as collateral for a loan?

Yes. Many banks will accept units of the Fund as collateral for bank loans. However, this depends on each bank's lending policy.

How long should I stay invested in The Fund?

The Fund is open-ended and so there is no minimum period of participation. However, redemptions before the expiration of the minimum holding period of (90) calendar days, will incur a processing fee of 20% of the interest accrued of such redemptions. It is also usually advised that, as with all capital market investments, investments in the Fund should be viewed as long-term investment as returns are best optimized over the long term.

Do you pay dividends?

The Fund distributes the Fund's income where the Fund's performance permits on a semi-annual basis and unit holders may decide to have their distributions automatically reinvested in additional units of the Fund at the offer price on the day of reinvestment or alternatively, elect to have their distributions paid via electronic transfer to the unit holder's registered bank

account. The fund's focus is to operate as a growth fund and consequently its main aim will be to achieve long-term capital appreciation.

How are you sure that The Fund will not crash?

The Fund is regulated by Securities and Exchange Commission (SEC) and it is subject to monthly filing of returns which is scrutinized by SEC for compliance with the Trust Deed.

What is the closing date for The Fund?

There is no closing date for the Fund as it is open-ended.

I have lost my Mutual Fund Investment certificate; how can I process for a replacement?

You will not be entitled to a replacement of certificate, but you can sign an indemnity for lost certificate.

I have changed my name; how do I effect this change on my mutual fund investment details?

Simply do a formal letter requesting for a change of name and submit same at our office address. However, please note that this letter is to be supported with the following documents; Newspaper publication of change of name Marriage certificate (where applicable) Sworn Affidavit of change of name Bankers' Confirmation Letter