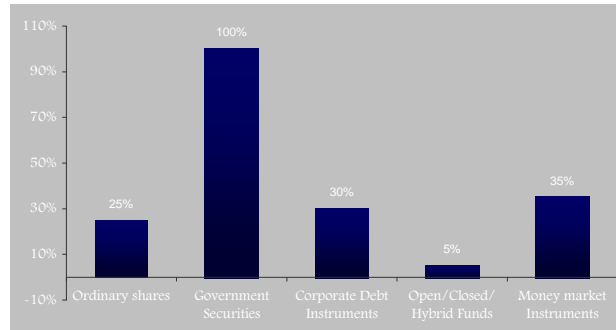


Strategy:

The strategy of the Fund is to provide investors with long term capital growth through investments made in securities that adhere to the PENCOM regulatory guidelines and asset allocation limits.

Manager: Ugochukwu Duru
Custodian: First Pension Custodian Ltd
Inception Date: August 2006
Unit Price: =N=1.3196

Strategy Limits:



Fund Returns:

1 Month	0.75%
3 Months	1.26%
12 Months	7.12%
24 Months	31.82%
Since Launch (p.a.)	13.66%

Market Commentary:

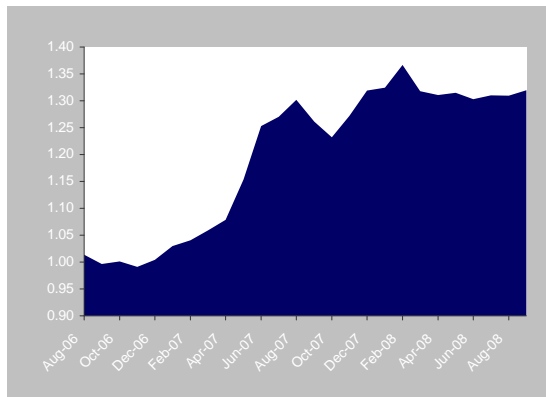
The global financial crisis, rooted to the sub-prime crisis, is causing havoc in financial markets world wide, but the Nigerian market is relatively sheltered from all the turmoil. The Federal Government of Nigeria stepped in during the month to allay investor fear on the effect of the global financial crisis and the Central Bank of Nigeria announced that our financial system is on sound footing. The value of Nigeria's foreign reserves was not affected, but there may still be a minimal effect on our financial system as international investor sentiment remains depressed.

In September, the inflation rate decreased by 1.6% to 12.4% from the reported 14% in August. The lower inflation level is a welcome development, but achieving a single digit inflation figure will keep the economy on the path of sustainable economic growth.

The Central Bank of Nigeria announced a reduction in the MPR from 10.25% to 9.75% during the month. The CBN also reduced the cash reserve requirement ratio that banks need to keep from 4% to 2%. Consequently, the money market rates were down for the month. The inter bank rates declined, with the 7-day NIBOR declining from 15.53% to 13.58% and the 90-day NIBOR dipping marginally to close at 15.17% - a 77 basis point decrease from the previous figure of 15.94%. We expect the tightness within the money market to reduce during the next month although this is capable of having inflationary consequences on the system.

In the capital market, share prices continued their bearish trend even with the Central Bank's intervention through the reduction of the MPR and the CRR ratio. The Central Bank's intention with these actions was to increase liquidity, but the market has not yet reacted positively to it. The All share index opened the month at 49,204.61 and closed at 46,216.13. This shows a decline of 6.07% during the month. In contrast to the decline in the capital market, your portfolio's unit price gained 0.75% from 1.3097 to 1.3196. The gain achieved in the unit price was due to the investments in other asset classes where positive returns were achieved as well as only having a low exposure to the capital market.

Unit Price Growth:



Asset Allocation:

