

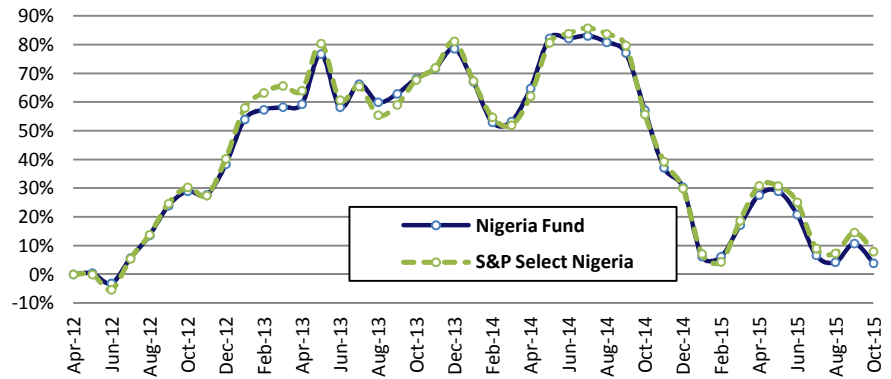
Fund Description

The Nigeria Fund invests in the top-15 sustainable listed Nigerian companies. The fund aims to provide investors with active equity exposure to the Nigerian market within a sustainable investment framework at relatively low cost. Stock selection is informed by detailed in-situ company due diligence with an emphasis on financial quality, robust corporate governance, and environmental and social operating environments.

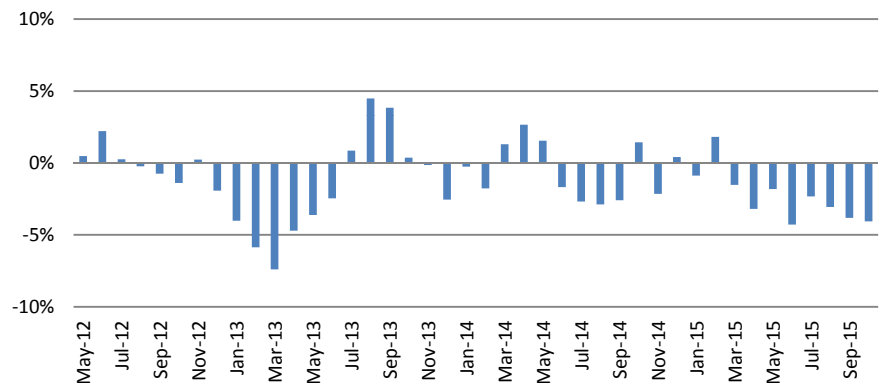
Fund Information

Launch date:	01 May 2012
Fund AUM:	USD 11.6m
Firm AUM:	USD 103.1m
Structure:	Open-ended, Expert Fund
Domicile:	Mauritius
Regulator:	FSC Mauritius
Fund Manager:	Sustainable Capital Ltd
Administrator:	Apex Fund Services (MU)
Global Custodian:	HSBC Bank (MU)
Auditor:	Ernst & Young
Dealing frequency:	Monthly
Bloomberg:	SUTCNIG MP Equity
ISIN:	MU036S00018
GIIN:	SCCB1Z.99999.SL.480
Reporting currency:	USD
Base Fee:	2.0%
Performance Fee:	None
Contact:	info@sustainablecapital.mu

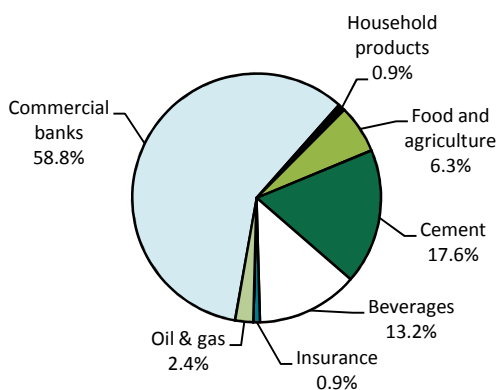
Fund Performance (USD, GIPS*, Since inception)



Cumulative Relative Performance (USD, GIPS*, Since Inception)



Sector Spread



Monthly Performance (% , USD, GIPS*)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Calendar
2012					0.4	-3.5	9.1	7.4	9.1	4.0	-1.0	8.3	38.3
2013	11.3	2.2	0.6	0.7	11.0	-10.5	5.1	-3.8	1.8	3.2	2.2	4.0	29.1
2014	-6.4	-8.5	0.2	7.5	10.6	-0.1	0.5	-1.2	-2.0	-11.3	-12.7	-5.0	-27.0
2015	-18.5	-0.1	10.3	9.0	1.0	-6.3	-11.7	-2.3	6.2	-6.2			-20.3

Annualized Performance (% , USD, GIPS*)

	-1 yr	-3 yr	-5 yr	Since Inception
Nigeria Fund	-33.9	-7.0	n.a.	1.1
S&P Select Nigeria	-30.7	-6.1	n.a.	2.2
Relative Perf.	-3.2	-0.9	n.a.	-1.1

Relative Risk and Return (USD, GIPS*, Since Inception)

Portfolio Beta	0.88
Correlation	0.90
Tracking Error	9.7%
Information Ratio	-0.11
Relative Downside Std. Deviation	5.7%
Sortino Ratio	-0.19

Fund Manager Comments

Our investment team recently visited Lagos, Nigeria for a very insightful week of company research. Given the extent of the socio-economic and political changes that the country has undergone over the past year, it was a useful opportunity to revisit our investment hypothesis. We left the country with renewed conviction on the strength of the investment case for our holdings, which is neatly encapsulated by the following extract from our management transcript on Access Bank (currently representing close to 11% of the Nigeria Fund): *“... the combination of material net interest margin expansion of 35% (with cost of deposits declining from 5.9% to 4.0% by year-end) and material growth in fees and commissions (the monthly run rate on fees and commissions has expanded from N300m to N2.0bn - yet to reflect fully in financial results) bodes well for sustained earnings generation in 2016. Access Bank currently trades on a PE ratio of 1.9, PB ratio of 0.38 and a cash dividend yield of over 13%.”*

Mansard Insurance, another of the fund's holdings, provides a good example of how companies in under-penetrated industries can continue to grow despite macroeconomic headwinds. The company's core business of life and general insurance is expected to maintain its growth at a healthy 23% compound annual growth rate (CAGR) over the next 5 years (nearly doubling the underwriting business every 3 years). However, their entry into the health insurance business was described by the CEO as a 'game changer', with 60% compound annual growth projected over the period to 2020, which looks set to grow healthcare to over half of Mansard's profits within the next 10 years. In 2015 alone, Mansard's health insurance income has more than tripled to an estimated N1.5bn, facilitated by regulatory changes that make medical insurance compulsory for Nigerians. To accelerate the demand for their health insurance services, Mansard is co-funding a private hospital in Lagos (in the absence of high-quality hospitals, most wealthy Nigerians travel abroad for healthcare). This combines the company's expertise in real estate and insurance and will be partially funded by the pending sale of their highly successful commercial development, 'Mansard Place', for an estimated USD70m, implying an IRR of over 25% in USD terms.

Anecdotally, we observed some significant changes in the country. Having travelled to Nigeria fairly regularly for the past 7-8 years, the average time between disembarking the plane in Lagos and leaving the airport has generally been 2-3 hours. On this occasion, we were ushered through customs in less than 15 minutes, with visibly less skulduggery and remarkable efficiency. In a memorable interview with a pre-IPO diaper manufacturer, the CEO mentioned that tariffs in Nigeria that have previously been ignored (due to corrupt practices) are now being clearly enforced. Everybody in Nigeria seems to agree that the new President has ethical backbone and that there will be less corruption under his watch. However, there is less certainty over what his government's economic policy direction will be. Although Nigeria is a country of 180m people, a handful of strong and competent leaders at the most senior level of government can make all the difference. The key question is whether Mr Buhari will be sensible enough to surround himself with a cabinet of capable technocrats. The early signs have been promising, with the appointment of Harvard-educated lawyer and oil industry veteran Emmanuel Ibe Kachikwu (previously ExxonMobil) to lead the government's oil and gas affairs. The full list of Ministers appointed to President Buhari's cabinet will be made public later this week.

The information contained herein does not constitute an offer to sell or the solicitation of an offer to purchase the Sustainable Capital Nigeria Fund (the "Fund"). Any such offer or solicitation may only be made by means of delivery of an approved confidential offering memorandum that contains material information not present herein and which supersedes this information in its entirety. Any offer or solicitation pursuant to such memorandum shall only be in those jurisdictions where permitted by law. The shares in the Fund have not been registered under the U.S. Securities Act of 1933, as amended ("the 1933 Act"). Accordingly, the offer and sale of any of the shares of the Fund is not permitted in the United States except pursuant to an exemption from registration under the 1933 Act and other applicable U.S. federal and state securities laws, rules and regulations. Any decision to invest in the Fund or any other strategy managed by Sustainable Capital should be made after reviewing such definitive offering memorandum, conducting such investigations as the investor deems necessary and consulting the investor's own investment, legal, accounting and tax advisors in order to make an independent determination of the suitability and consequences of an investment.

*Sustainable Capital claims compliance with the Global Investment Performance Standards (GIPS) and has prepared and presented this report in compliance with the GIPS standards. Sustainable Capital has not been independently verified.