

United Capital Global Fixed Income Fund

Mutual Funds Factsheet | April 2025

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FUND OBJECTIVE

The United Capital Global Fixed Income Fund is an actively managed open-ended specialized fund whose main objective is to achieve consistent income streams through investment in select dollar-denominated global Fixed income securities issued by non-Nigerian issuers, sovereign as well as top-tier corporate Eurobonds. The fund is targeted at investors looking to diversify their portfolios from county specific investment risks.

The Fund will also provide portfolio managers access to diversify their portfolio and income streams whilst providing long-term capital appreciation. The minimum investment is \$50,000 and multiples of \$1,000 thereafter.

MARKET REVIEW, OUTLOOK AND STRATEGY

Global central banks maintained a cautious stance through April as volatility and uncertainty around trade policy and economic growth intensified. The Federal Reserve signaled a patient approach, acknowledging upside risks to inflation from tariffs while emphasizing that policy was appropriately positioned for the time being. In Europe, the ECB cut its deposit rate by 25bps to 2.25%, citing deteriorating growth prospects, while suggesting further easing may be needed. The Bank of Japan also struck a cautious tone, highlighting uncertainties around tariffs and signaling potential delays to future rate hikes. Overall, central banks prioritized flexibility amid heightened global economic uncertainty.

Global bond markets experienced sharp swings in April. US Treasury yields initially fell as recession concerns spiked but later surged, with the 10-year yield rising back above 4.40% before easing towards month-end. Markets priced in about three rate cuts by year-end, though expectations fluctuated with incoming data. Volatility remained elevated, as measured by the MOVE index, though it moderated from earlier highs. In Europe, sovereign bond yields fell alongside ECB easing. Meanwhile, the US dollar weakened significantly, supporting foreign bonds. Despite turbulence, fixed income assets broadly stabilized late in the month as risk sentiment improved.

We expect global fixed income markets to remain broadly range-bound through May, with the 10-year U.S. Treasury likely trading between 4.25% and 4.75%. Our base case still assumes two Federal Reserve rate cuts later this year, bringing the policy rate down to 3.75%–4.00%. While moderating inflation, slower growth, and eventual Fed easing should support lower yields over time, these forces are likely to be balanced by persistent inflation risks, fiscal expansion, and a higher term premium. Against this backdrop, we believe fixed income returns will be driven more by security selection and income generation than by major moves in interest rates.

FUND FEATURES

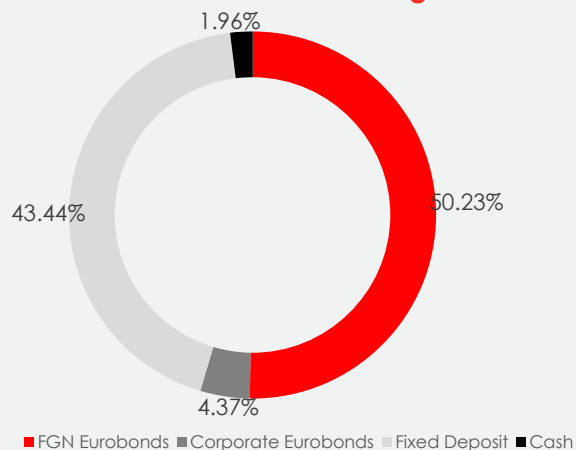
Fund Manager	United Capital Asset Management Ltd
Base Currency/Start Year	USD/2023
Fund Size (\$)	136.1Mn
NAV Per Share (\$)	1.1975
Minimum Investment(\$)	50,000
Additional Investment (\$)	1,000
Structure	Open Ended
Minimum Holding Period	180 days
Management Fee	2.00%
Total Expense Ratio*	2.3%
Benchmark	3-yr FGN sovereign Eurobond
Risk Profile	Medium
Investment Style	Income Oriented

* Inclusive of management fee; Returns are net of all fees

MATURITY PROFILE OF ASSETS

<1yr	50.60%
1-3yr	1.85%
3-5yr	14.18%
5-10yr	20.25%
>10yr	13.12%

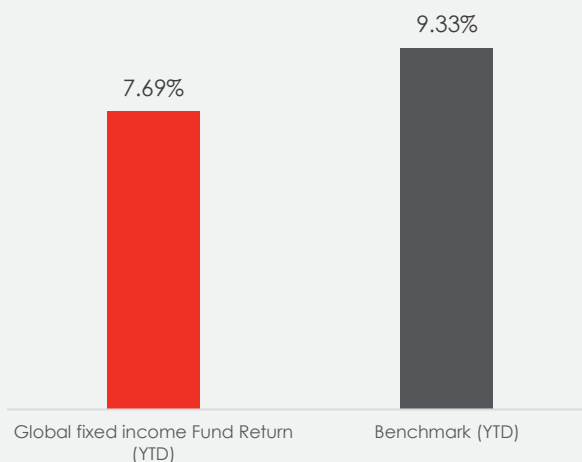
Current Portfolio Holdings



Governance Asset Allocation Ranges:

Nigerian Eurobonds- FGN Sovereign and Corporates (50%-70%); Money Market Instruments (30% - 50%) Global Fixed Income securities(0%-20%), Alternative Investment Assets denominated in USD (0%-20%)

Global Fixed Income Fund Return Vs Benchmark (Annualized)



RETURN HISTORY

	FY 2023	FY 2024	2025 YTD
UCAP Global Fixed Income Fund	8.64%	9.20%	7.69%
Benchmark	8.43%	8.62%	9.33%

*Represents the Fund's Annualized Return vs the Benchmark's Annualized Return

PERFORMANCE REVIEW

The United Capital Global Fixed Income Fund returned a year-to-date annualized return of 7.69%, compared to the benchmark return of 9.33%.

Uncertainties and policy summersault continue to be a major short-term driver in the global market, with many investors quickly disposing securities in the frontier and emerging markets. The SSA Eurobonds witnessed high volatility in the month. The Nigerian Eurobond space wasn't left out, with yields rising monthly at the short to mid region of the curve. Average yield rose by 75bps in the Nigerian Eurobond space, closing at 10.57% compared to 9.64% in the previous month.

For next month, we expect geopolitical tension to play a critical role in the direction of global markets, significantly affecting the performance of frontier and emerging markets. For Nigeria, we expect bearish sentiment to persist, with yields expected to rise across the curve. Nigeria's reliance on oil revenue will also test investors faith in the country's ability to meet its obligation.

We will continue to maintain the required allocation ranges in line with the Trust Deed and tactically pick higher yielding maturities in the sovereign bond space to enhance the fund return.

Past performance is not a reliable indicator of future performance and individual investors' returns may differ depending on individual investment period. Performance is net of fees and charges. This information has been prepared for the purpose of providing general information, without taking into account your objectives, financial situation or needs. Before making an investment decision, you need to consider whether this information is appropriate to your objectives, financial situation or needs. Please consult your financial adviser. This information has been compiled from sources considered to be reliable, but is not guaranteed. Any potential investor should consider conducting further enquiries in deciding whether to acquire, or continue to hold units in a fund.

WHY CHOOSE THE FUND?

- Delivers significantly higher returns than regular domiciliary bank deposits
- A good hedge against depreciation of the Naira
- Seamless Entry and Exit
- Professional management with robust risk framework
- Long term capital preservation and growth

INVESTMENT RISK

- Credit Risks
- Macroeconomic instability
- Interest Rate Risk

HOW TO PARTICIPATE

1. Log in to our online platform www.investnow.ng
2. Click on "Global fixed income Fund"
3. Click on "Open an account" and complete the online form
4. Fund the Custody Account detailed here:

UNITED CAPITAL GLOBAL FIXED INCOME FUND

Account Name: EAC Trustees/ United Capital Global Fixed Income Fund

Account No: 0045814566

Currency: USD

Bank: STANBIC IBTC

Correspondence : Citibank N.A 111 Wall Street, New York N/A

Swift Code : CITIUS33XXX ABA 021000089



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