

# United Capital Sukuk Fund

Mutual Funds Factsheet | April 2026

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## FUND OBJECTIVE

The objective of the fund is to provide investors with a low-risk investment with stable and competitive returns through investments in short, medium and long-term Sharia-Compliant securities and investment products, whilst ensuring the preservation of capital and maintaining a reasonable degree of liquidity. The Fund aims to provide its Unitholders with halal profits on the growth of their capital over the long-term in accordance with the principles of Islamic finance.

## MARKET REVIEW, OUTLOOK AND STRATEGY

The Debt Management Office (DMO) conducted the April 2026 bond auction with a total offer size of ₦700bn, split across the reopened 2030 (5-year), 2032 (7-year), and 2035 (10-year) instruments. Investor appetite remained strong, with total subscriptions at ₦948.01bn, representing a subscription rate of 1.35x. Despite the robust demand, the DMO maintained a cautious stance, under-allotting a total of ₦276.79bn, with the bulk of allotments skewed toward the 2035 bond (₦211.24bn). Marginal rates closed higher across all tenors at 16.30% (2030), 16.50% (2032), and 16.59% (2035).

In the secondary bond market, bearish sentiments dominated. Monthly average yields on the 2032 and 2034 bonds rose by 0.63% and 0.20% in April to close at 16.85% and 16.33% respectively. Average yields on corporate bonds rose by 0.16% m/m to 18.94% (vs. 18.78% in Mar-2026). The FGN Sukuk bonds market also closed bearish, with average yields climbing by 0.35% to 17.01% (vs. 16.66% prior). The repricing in Sukuk yields mirrors broader weakness across Naira-denominated fixed income instruments, as investors recalibrated risk premiums in response to tightening domestic liquidity and persistent inflationary pressures.

On the money market front, the financial system opened April 2026 with a surplus of ₦6.22tn and closed at ₦4.96tn, reflecting deliberate CBN liquidity tightening via OMO and NTB mop-up operations. The OPR and O/N closed flat at 22.00% and 22.30% respectively. Across two NTB auctions, total subscriptions of ₦5.29tn against combined offers of ₦1.50tn underscored the depth of domestic liquidity, with stop rates at 15.95% (91-day), 16.19% (182-day) and 16.20% (364-day) signaling sustained appetite for high-grade short-tenor instruments that the Fund can deploy alongside Sharia-compliant liquidity vehicles.

Heading into May 2026, the Nigerian fixed income market is expected to retain a bearish. Yields are expected to remain elevated across the curve following the broad-based sell-off in April across FGN, corporate, and Sukuk bonds. This trend reflects the impact of tight monetary policy and persistent inflationary pressures. Despite the DMO's under-allotment at recent auctions, higher marginal rates indicate that investors continue to demand elevated risk premiums. On the external front, the likelihood of delayed rate cuts in the United States is expected to limit foreign portfolio inflows, reinforcing the dominance of domestic investors and sustaining upward pressure on yields.

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.

**FUND FEATURES**

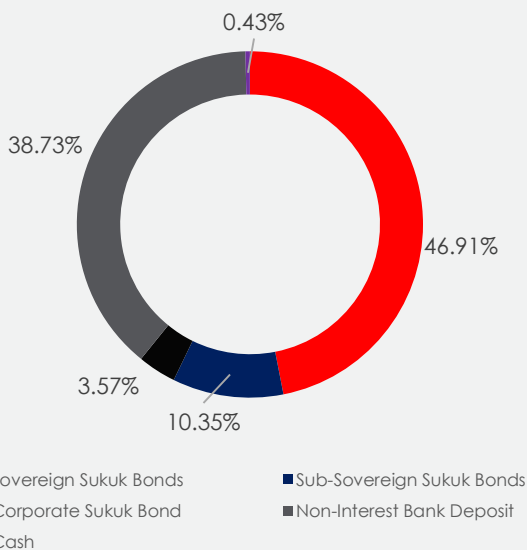
<b>Fund Manager</b>	United Capital Asset Management Ltd
<b>Investment Manager Rating</b>	A+(IM)
<b>Base Currency/Start Year</b>	Naira/2020
<b>Fund Size (₦)</b>	4.1bn
<b>NAV Per Share (₦)</b>	1.2664
<b>Minimum Entry (₦)</b>	10,000
<b>Additional Investment (₦)</b>	5,000
<b>Structure</b>	Open Ended
<b>Minimum Holding Period</b>	90 days
<b>Management Fee</b>	1.5%
<b>Total Expense Ratio*</b>	1.8%
<b>Benchmark</b>	3-Yr FGN Sovereign Sukuk Yield
<b>Risk Profile</b>	Medium
<b>Investment Style</b>	Income Oriented

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

**MATURITY PROFILE OF ASSETS**

<1yr	41.40%
1-3yr	15.90%
3-5yr	11.20%
5-10yr	31.40%
>10yr	0.00%

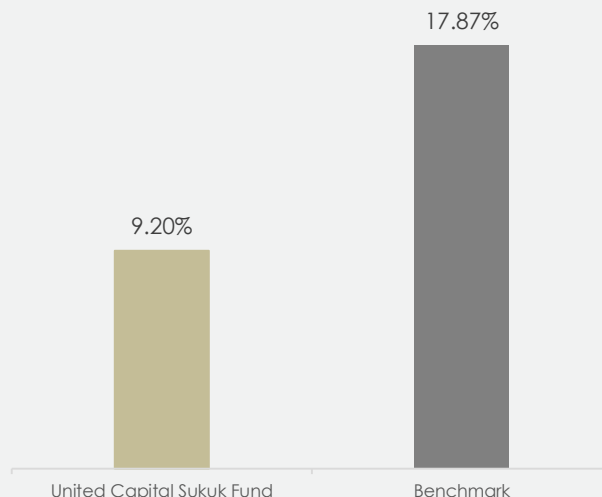
**Current Portfolio Holdings**



**Governance Asset Allocation Ranges:**

Non-Interest Bank Deposit (20%-40%); Sukuk Bond: (60%-80%)

**Sukuk Fund Return Vs Benchmark (YTD)**



**RETURN HISTORY**

	2021	2022	2023	2024	2025	2026 YTD
United Capital Sukuk Fund	7.32%	7.23%	11.36%	10.02%	11.27%	9.20%
Benchmark	9.88%	12.92%	13.20%	19.81%	16.81%	17.87%

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

**PERFORMANCE REVIEW**

The United Capital Sukuk Fund annualized YTD return for the month of April 2026 is 9.20% relative to the return of 16.27% posted by the benchmark for the same period.

The return can be attributed mainly to rental income and profit on the fund's bond holdings as well as non-interest bank deposits held during the period. There were also several maturities which were reinvested at higher profit rates and helped shore up the return of the fund.

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The Fund maintains sufficient exposure to Sukuk bonds, Non-Interest bank Deposits, Mudarabah, Murabaha and other Shariah-compliant contracts with significantly higher yields. We will maintain current allocation to enhance returns for the Fund.

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### WHY CHOOSE THE FUND?

- No equities' market volatility exposure
- Seamless entry and exit
- Low entry threshold
- Professional management with robust risk management framework
- Long term capital preservation and growth

### INVESTMENT RISK

- Market Risks
- Macroeconomic instability
- Interest Rate Risk

### HOW TO PARTICIPATE

1. Log in to our online platform [www.investnow.ng](http://www.investnow.ng)
2. Click on **Sukuk Fund**
3. Click on "**Open and account**" and complete the online form
4. Fund your account online with a one-time payment or recurrent payments



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