

United Capital Sukuk Fund

Mutual Funds Factsheet | February 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 February 2025 bond auction with a total offer size of N800bn, split between the reopened 2032 ("7-year"), 2033 ("9-year") and 2034 ("10-Year") bond papers. Investors' demand was strong, with total subscriptions reaching N2.70tn, representing a subscription rate of 3.4x.

Notably, the DMO under-allotted, selling a total of N524.28bn worth of bills. The marginal rates on the 2032, 2033 and 2034 bond papers closed at 15.74%, 15.74 and 15.50% respectively.

In the secondary bond market, we observed positive sentiments as the bulls dominated. Thus, the monthly average yields on the 2032 and 2034 bonds fell by 1.01% and 0.43% in February to close at 15.68% and 15.44% respectively.

Similarly, we observed bearish movements in corporate bonds, as average yields in Jan-2025 rose by 3.97% m/m to close at 18.26% (previously, 14.29% in Jan-2026). Nevertheless, the FGN Sukuk bonds market closed bullish as average yields on Sukuk bonds reduced by 4.20% to close at 15.77% in Feb - 2026 compared to the previous month's close of 19.97%.

Looking into March, the Nigerian bond market is expected to retain a constructive bias, supported by stable macro conditions supported by improving macro conditions and intermittent liquidity inflows, despite ongoing CBN sterilization. With inflation gradually moderating and the exchange rate relatively steady, investor confidence in fixed income should remain firm.

FGN Bonds are likely to see sustained demand as investors lock in attractive yields ahead of potential rate moderation later in the year. This could keep secondary market yields on a mild downward trend. Corporate bonds may experience selective demand, with some investors tilting toward sovereign instruments for liquidity and safety. Overall, the market tone is expected to remain cautiously bullish, favoring high quality sovereign exposure.

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

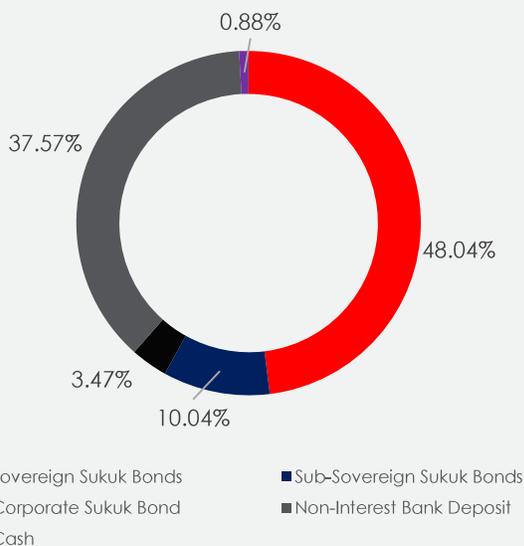
Fund Manager	United Capital Asset Management Ltd
Investment Manager Rating	A+(IM)
Base Currency/Start Year	Naira/2020
Fund Size (₦)	4.1bn
NAV Per Share (₦)	1.2425
Minimum Entry (₦)	10,000
Additional Investment (₦)	5,000
Structure	Open Ended
Minimum Holding Period	90 days
Management Fee	1.5%
Total Expense Ratio*	1.8%
Benchmark	3-Yr FGN Sovereign Sukuk Yield
Risk Profile	Medium
Investment Style	Income Oriented

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

MATURITY PROFILE OF ASSETS

<1yr	40.60%
1-3yr	15.60%
3-5yr	10.90%
5-10yr	32.80%
>10yr	0.00%

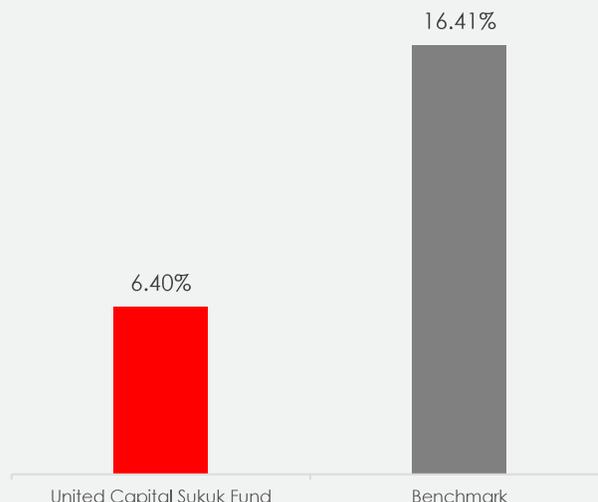
Current Portfolio Holdings



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%	6.40%
Benchmark	9.88%	12.92%	13.20%	19.81%	16.81%	16.41%

*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 February 2026 is 6.40% relative to the return of 16.41% 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.

Looking into March, the Nigerian bond market is expected to retain a constructive bias, supported by stable macro conditions supported by improving macro conditions and intermittent liquidity inflows, despite ongoing CBN sterilization. With inflation gradually moderating and the exchange rate relatively steady, investor confidence in fixed income should remain firm. FGN Bonds are likely to see sustained demand as investors lock in attractive yields ahead of potential rate moderation later in the year. This could keep secondary market yields on a mild downward trend.

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?

- Not exposed to equities market volatility
- Seamless entry and exit
- Low entry threshold
- Professional management with robust risk 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
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



Diversify your investments with our Mutual Funds today.

Balanced Fund Equity Fund Fixed Income Fund Money Market Fund

Nigerian Eurobond Fund Sukuk Fund Wealth for Women Fund