United Capital
Asset Management

United Capital Children Investment Fund

Mutual Funds Factsheet | May 2026

Contact Us:

Philip Ndunaka | +234-703-192-1664 | philip.ndunaka@unitedcapitalplcgroup.com

Asset Management | +234-1-631-7876 | mutualfunds@unitedcapitalplcgroup.com

FUND OBJECTIVE

The United Capital Children Investment Fund is a long-term investment vehicle designed to enable parents, guardians and investors to accumulate wealth over the long term. The Fund is targeted at investors seeking to build a financial reserve for their children's future needs — education, healthcare and other significant life events. The Fund's objective is to provide unit holders with long-term capital appreciation and steady income flow through a diversified portfolio, leveraging a mix of fixed-income securities, equities and money market instruments for a balanced risk-return profile. The equity portion has exposure to stocks of companies with stable growth.

MARKET REVIEW, OUTLOOK AND STRATEGY

In May 2026, the Nigerian equity market recorded strong performance, though slower than April. The NGX-ASI closed May with a N4.51tn growth in market capitalization, compared with the sharp N26.78tn growth recorded in April. The gain was driven by advances in Industrial Goods and Insurance, while the Banking Index posted a 3.37% m/m appreciation. Notably, the major stocks that lifted the market include DANGCEM (+21.65%), AIRTELAFRI (+21.00%), ETI (+20.84%), OANDO (+10.87%) and FIRSTHOLDCO (+8.28%). As a result, the NGX-ASI gained 3.53% m/m to close at 250,385.47 points, with year-to-date return at 60.90% and market capitalization at N160.51tn.

In the secondary money market, the banking system, which opened May with a surplus balance of N4.96tn, closed the month at N6.02tn, supported by N1.203tn injected through Federation Account Allocation Committee (FAAC) disbursements. This highlights the resilience of system liquidity despite the Central Bank of Nigeria's (CBN) sustained liquidity-tightening measures. The monthly average Open Repo Rate (OPR) closed flat at 22.00%, while the Overnight Rate (O/N) declined 0.11% to close at 22.19%. In the secondary bond market, sentiment was negative as the bears dominated: monthly average yields on the 2032 and 2034 bonds rose 0.04% and 0.67% to close at 16.89% and 17.00% respectively. Corporate bond yields rose 0.21% m/m to 19.15% (from 18.94% in April), while FGN Sukuk yields climbed to 17.19% (from 17.01%).

Looking ahead to June 2026, the equities market is expected to remain cautiously positive, although investors are likely to become more selective. A key factor will be the release of the May inflation data, after inflation rose for a second consecutive month to 15.69% in April; a further increase could weaken sentiment slightly. On the positive side, dividend payments and resilient banking earnings should support activity, while external developments in the Middle East remain a key driver. We expect the fixed income market to retain a bearish tone with yields elevated across the curve following May's broad-based sell-off in FGN, corporate and Sukuk bonds, reflecting tight monetary policy and persistent inflation, while delayed US rate cuts constrain foreign portfolio inflows. Strategically, the Fund will maintain a tactically balanced allocation between equities and fixed income in line with the Trust Deed.

FUND FEATURES

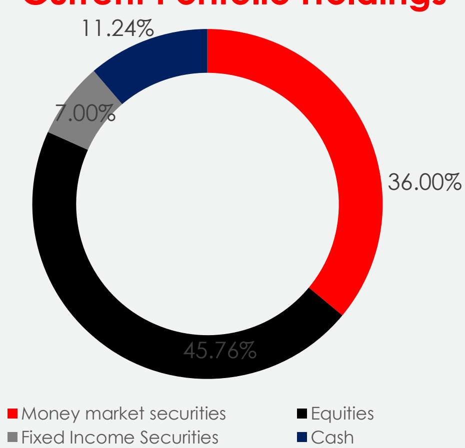
Fund Manager	United Capital Asset Management Ltd
Investment Manager Rating	A+(IM)
Base Currency/Start Year	Naira/2025
Fund Size (₦)	458mm
NAV Per Share (₦)	1.5411
Minimum Entry (₦)	5,000,000
Additional Investment (₦)	1,000
Structure	Open Ended
Entry/Exit Charges	Nil
Management Fee	2.0%
Total Expense Ratio*	3.32%
Benchmarks	91-Day T-bills/NSE ASI/3-year FGN Bond
Risk Profile	Moderate
Investment Style	Market Oriented

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

MATURITY PROFILE OF ASSETS

0-30days	0.00%
31-60days	15.68%
61-90days	52.30%
91-180days	0.00%
180-365 days	32.02%
>1 year	0.00%

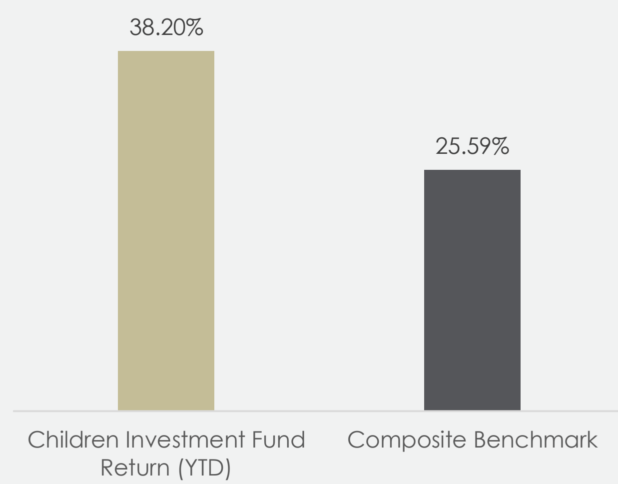
Current Portfolio Holdings



Governance Asset Allocation Ranges:

Quoted Equities (20-50%), Fixed Income (5% - 200%); Money Market Instruments (20% - 40%)

Children Investment Fund Return Vs Benchmark (YTD)



RETURN HISTORY

	2025	2026 YTD
UCAP Children Investment Fund	11.51%	38.20%
Composite Benchmark	19.82%	25.59%

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

PERFORMANCE REVIEW

The United Capital Children Investment Fund returned 38.20% for May 2026, versus a composite benchmark return of 25.59% over the same period.

Nigerian equities stayed strong in May 2026, though slower than April. The NGX-ASI gained 3.53% m/m to 250,385.47 points (YTD 60.90%), with market cap up N4.51tn to N160.51tn. Industrial Goods (+8.60%) and Insurance (+6.45%) led; Banking added 3.37%; Oil & Gas (-1.93%) was the only loser.

System liquidity rose from N4.96tn to N6.02tn on N1.203tn of FAAC inflows; OPR flat at 22.00%, O/N at 22.19%. Bonds traded bearish: 2032 and 2034 yields rose to 16.89% and 17.00%; corporate yields climbed to 19.15%.

June 2026 equities should stay cautiously positive but selective, with May inflation (April: 15.69%) a key driver and dividends supportive. Fixed income should retain a bearish tone. The Fund will keep a balanced equity/FI mix per the Trust Deed.

WHY CHOOSE THE FUND?

- Low volatility of Investment returns
- Well diversified portfolio
- Seamless entry and exit
- Professional management with robust risk framework
- Automatic rebalancing in times of rising or falling markets
- Ability to enjoy long term capital growth

INVESTMENT RISK

- Market risk of equity exposure
- Macroeconomic instability

HOW TO PARTICIPATE

1. Log in to our online platform **www.investnow.ng**
2. Click on "Balanced 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