

United Capital Nigerian Eurobond Fund

Mutual Funds Factsheet | October 2025

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FUND OBJECTIVE

The United Capital Nigerian Eurobond Fund is an open-ended mutual fund that is invested in Dollar denominated Eurobonds, floated by the Federal Government of Nigeria, as well as top-tier corporates. Subscribers can expect to receive competitive short to medium term capital appreciation on their USD holdings invested in the Fund better than they would receive on domiciliary deposits. The minimum investment is \$1,000 and multiples of \$500 thereafter.

MARKET REVIEW, OUTLOOK AND STRATEGY

The Nigerian Eurobond market moderated in October after several months of sustained gains, as investors adopted a more cautious stance amid mixed global and domestic signals. While demand remained relatively firm, profit-taking and positioning ahead of November's \$148.57 million coupon inflows led to mild yield retracements across portions of the curve. Nonetheless, overall sentiment stayed constructive, underpinned by improving macro stability, a resilient FX market, and sustained fiscal reform momentum.

At the short end, yields on the Nov-2025 and Nov-2027 maturities edged slightly higher to 6.55% and 6.47% respectively (from 6.45% and 6.40% in September), as investors locked in gains and rebalanced toward mid-curve papers. Despite this softening, short-dated bonds continued to attract steady interest from yield-seeking investors prioritizing capital preservation and reinvestment flexibility.

The long end of the curve remained broadly stable, supported by persistent demand from institutional accounts with longer investment horizons. The Jan-2031, Feb-2032, Feb-2038, Nov-2047, Jan-2049, and Sep-2051 bonds ended the month with yields in the 7.90%–9.52% range, representing an average monthly change of +5 to +10bps. Nigeria's disinflation trend persisted for a fifth consecutive month, with headline inflation easing to 18.02% in September. The outlook enhanced real yield attractiveness and underpinned steady offshore participation, particularly among frontier-focused funds. On the global front, softer US economic data and dovish commentary from the Federal Reserve sustained appetite for emerging and frontier market debt, even as geopolitical risks and uneven global growth prospects kept risk premiums slightly elevated.

Looking ahead to November, market activity is expected to remain buoyant, supported by \$148.57 million in scheduled coupon payments, which should reinforce reinvestment flows and bolster secondary market liquidity. While global rate volatility and fiscal spending pressures could introduce mild yield fluctuations, Nigeria's improving inflation trajectory, enhanced FX transparency, and sustained reform implementation are expected to anchor investor confidence and sustain constructive trading conditions across the curve.

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.

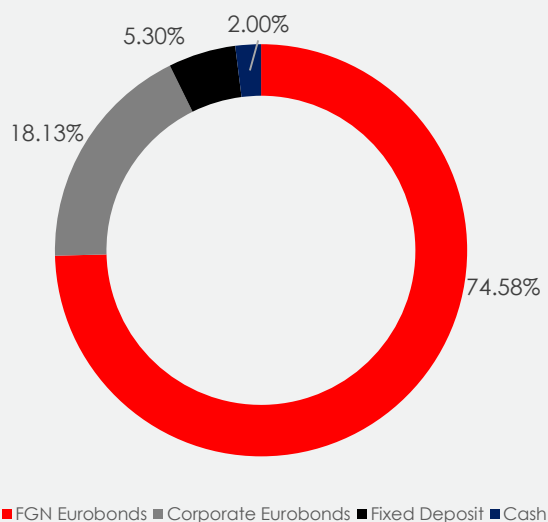
FUND FEATURES

Fund Manager	United Capital Asset Management Ltd
Investment Manager Rating	A+(IM)
Base Currency/Start Year	USD/2017
Fund Size (\$)	117.1m
NAV Per Share (\$)	123.5441
Minimum Investment(\$)	1,000
Additional Investment (\$)	500
Structure	Open Ended
Minimum Holding Period	90 days
Management Fee	1.35%
Total Expense Ratio*	1.68%
Benchmark	Composite of 3-yr FGN sovereign Eurobond and 3mth US T-Bill
Risk Profile	Medium
Investment Style	Income Oriented

MATURITY PROFILE OF ASSETS

<1yr	10.94%
1-3yr	2.64%
3-5yr	6.88%
5-10yr	14.46%
>10yr	65.08%

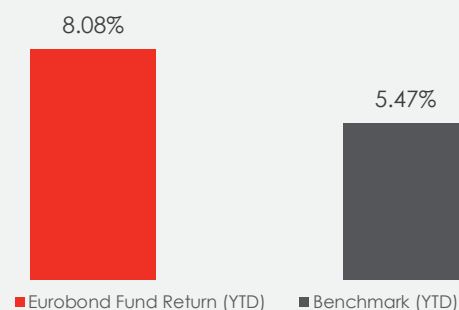
Current Portfolio Holdings



Governance Asset Allocation Ranges:

FGN Eurobonds (20%-80%); Corporate Eurobonds (20%-80%); Money Market placements (0% - 20%)

Eurobond Fund Return Vs Benchmark (Annualized)



RETURN HISTORY

	2020	2021	2022	2023	2024	2025 YTD
UCAP Nigerian Eurobond Fund	7.10%	6.84%	5.73%	5.52%	5.71%	8.08%
Benchmark	2.17%	4.04%	8.91%	7.46%	7.30%	5.47%

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

PERFORMANCE REVIEW

The United Capital Nigerian Eurobond Fund closed the month with an annualized year-to-date return of 8.08%, compared to the benchmark return of 5.47%.

Global uncertainties, rate cut in the US, and an overall resilience of the Global market continue to shape performance in the Global fixed income space. The rate cuts aimed at impacting and influencing growth amid economic and political uncertainties have led to mixed performances across the yield curve.

Compared to earlier in the year, yields on SSA Eurobonds has nosedived, showing lower volatility to even unexpected events. However, the fundamental risks on these instruments remain. We expect the attractive yield on these instruments to continue attracting investors in the short to mid term, although at a diminishing rate.

Conversely, we expect increased dollar inflow into Nigeria to buoy investors' demand for the country's Eurobond.

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.

WHY CHOOSE THE FUND?

- Much better returns than the average domiciliary deposit
- 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 "Eurobond Fund"
3. Click on "Open an account" and complete the online form
4. Fund the Custody Account detailed here

UNITED CAPITAL NIGERIAN EUROBOND FUND

Account No: 0406315251

Account Name: MAINSTREET TRUSTESS/UNITED CAPITAL NIGERIAN EUROBOND FUND

Currency: USD

Bank: FCMB

Correspondent Bank: CITIBANK, New York, USA.

399 Park Avenue, New York, NY 10043, U.S.A.

BIC/SWIFT ID: FCMBNGLAXXX

Intermediary BIC : CITIUS33XXX



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Nigerian Eurobond Fund Sukuk Fund Wealth for Women Fund