

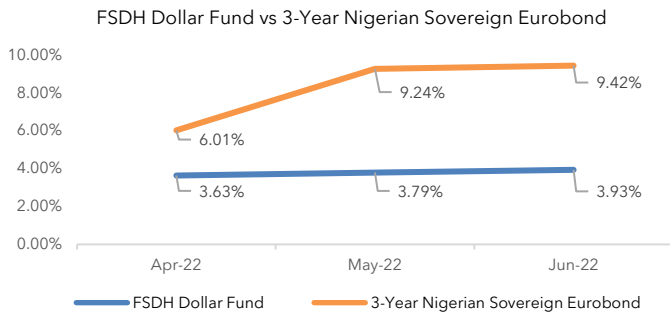
BACKGROUND INFORMATION

The FSDH Dollar Fund "FDF" is an actively managed open-ended unit trust scheme that invests in Dollar denominated Eurobonds, floated by the Federal Government of Nigeria, as well as top-tier corporate. The fund also invests in dollar denominated money market instruments.

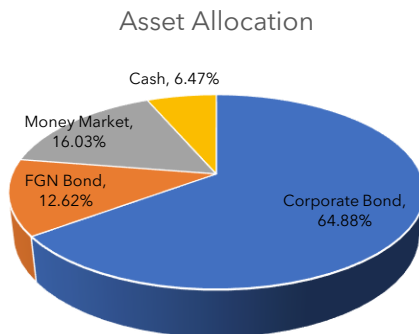
INVESTMENT OBJECTIVE

The objective of the Fund is aimed to provide currency diversification, income generation and stable growth in USD. It seeks to achieve this by investing a minimum of 75% of the portfolio in high quality Eurobonds, maximum of 25% in short term USD deposits approved and registered by the Securities and Exchange Commission of Nigeria. Investors 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.

Fund Performance vs. benchmark



ASSET ALLOCATION (% OF TOTAL ASSETS)



UPDATE ON THE FDF

You can now monitor your investment online by viewing your statement on our website www.fsdhaml.com.

REVIEW OF THE FUND

Inception date:	August 2020
Net Asset Value:	\$4.82Mn
Base Currency	US Dollar
Management Fee	1.00%
Minimum Investment	\$1,000.00
Investment Managers Rating:	BBB + Long / A2 Short Term (GCR)
Current Asset Allocation:	77.51% in Bonds, 16.03% in Fixed Deposit Instruments and Cash of 6.47%.
Benchmark:	Composite of 3-yr FGN sovereign bond
Risk Profile:	Medium
Fund Custodian:	United Bank for Africa
Fund Trustee:	Custodian Trustees
Auditors:	KPMG Towers

Fund Manager's Comment

The fund achieved 3.93% as of Q2 2022, which represents 41.72% of the benchmark returns (9.42%). The rising inflation coupled with central banks hiking benchmark rates to tame inflation had a direct impact on performance for the period under review. This made us take short positions in the money market space as we monitored the euro bond segment of the market for opportunities.

We expect the Fed and BOE to further raise rates in future Federal Open Market Committee meetings in a bid to further tame inflation

Strategy.

Given our expectation of a bearish run in the Eurobond space due to expected rate hikes by the Fed, our strategy for the quarter is to stay neutral in Eurobond while we await moderation in yields. We will however cherry pick bonds we identify as oversold while we focus more on less risky money market instruments

Increasing your investment in the FSDH Dollar Fund just got easier!

- From the comfort of your space, you can increase your investment in the FDF with as little as \$1,000 through any of the following:
- Automatic transfer sums from any domiciliary account to the funds custodian account.
- Transfer the investment sum to the funds' custodian account.

You can also reach out to us via email at coralfunds@fsdhgroup.com. Follow us on twitter and Instagram via @Fsdhcoralfunds and like our facebook page; FSDH Coral Funds www.facebook.com/coralfunds