



FSDH HALAL FUND Q1 2026 Fund Managers Report

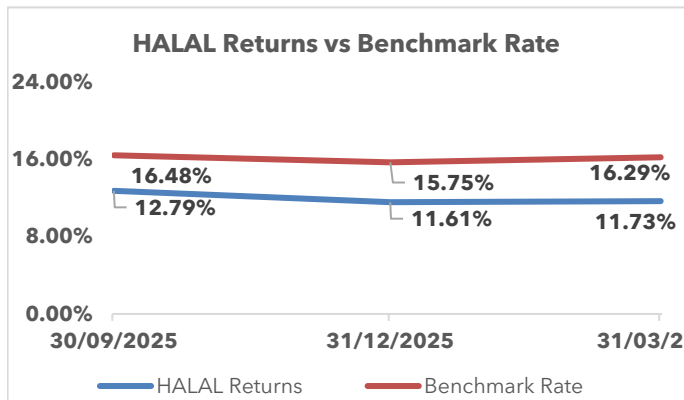
BACKGROUND INFORMATION

The FSDH Halal Fund ("FHF") was established in October 2023. It is an open-ended mutual fund designed to meet the investment need of investors seeking long-term income generation through Shari'ah compliant investment (such as sovereign and sub sovereign sukuku, leasing and trading contracts). The Fund invests up to 90% in Nigeria Sovereign and Sub-sovereign Sukuk and up to 50% in other fixed income contracts.

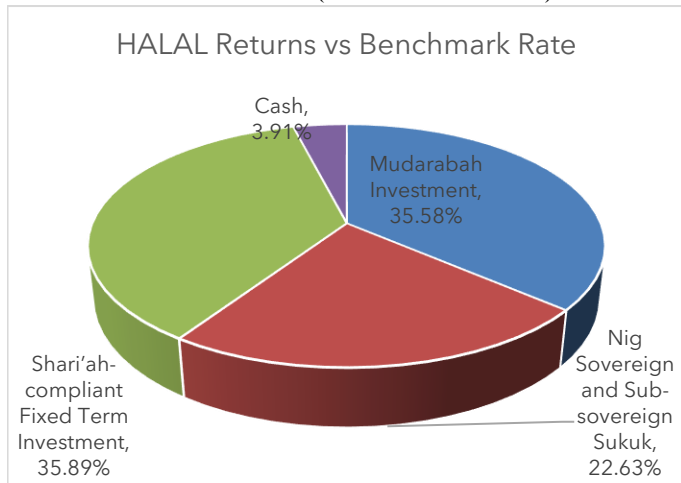
INVESTMENT OBJECTIVE

The objective of the Halal Fund is to enable investors to earn income, while preserving their capital over the medium term. The primary objective of the Fund is to offer investors strategies for long-term income generation through investments predominantly in carefully screened opportunities and contracts that adhere to Shari'ah principles.

Fund Performance vs. benchmark.



ASSET ALLOCATION (% OF TOTAL ASSETS)



UPDATE ON THE HALAL FUND

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

REVIEW OF THE FUND

Inception date:	October 2023
Net Asset Value:	N950m
Base Currency	Naira
Management Fee	1.50%
Minimum Investment	N5,000.00
Opening Price	1,300.90
Closing Price	1,324.46

Current Asset Allocation:	37.58% in Mudarabah Investment, 22.63% in Nig Sovereign and Sub-sovereign Sukuk, 35.89% in Shari'ah-compliant Fixed Term Investment and Cash 3.91%
Benchmark:	(70% of Year-to-date average yield of 3year sukuk bond + 30% of 90days T-bills)

Risk Profile:	Medium
Fund Custodian:	Stanbic IBTC
Fund Trustee:	UTL Trust Management Service
Auditors:	KPMG Towers

Fund Manager's Comment

The Halal Fund return for Q1 2026 stood at 11.73%, delivering above 70% of the benchmark rate (16.29%). We saw bond and money market rates moderate in the review period amid declining inflation figures. Interest rate on Mudarabah decrease slightly adjusting with the general money market rate as the financial system was awash with liquidity. In the period under review, we keyed into Sukuk bond to lock-in rate at the point of inflection. we also positioned more in Mudarabah investment.

Strategy

We expect bond and money market rates to moderate in the short to medium term amid favourable macro-economic conditions. Hence, we intend to key into medium term instruments to lock-in good rate. Specifically, we would consider investing in the medium-term Naira-Denominated Shari'ah-compliant Sukuk Issued by a Nigerian issuer to boost return. Also, we are tweaking the asset allocation to include variable-income asset, for further improvement on return.

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

- From the comfort of your space, you can increase your investment in the FHF with as little as N5,000 through any of the following:
- No-interest Bearing Fund
- Automatic transfer sums from any Nigerian bank to the funds custodian by issuing a direct debit instruction. You simply fill and execute the form; we will process it on your behalf.
- Transfer the investment sum to the funds' custodian.
- Issue a cheque/ bank draft in favor of "FSDH Halal Fund."

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.

THE FUND SHARIAH ADVISORY COUNCIL

SHEIK ABUBAKAR MUSA, CSAA, AAOIFI.

- Chairman, TrustArthur Limited ACE.
- ACE member of Sterling Alternative Finance
- LL.B. degree in Islamic Law from Al-Imam University, Kingdom of Saudi Arabia
- Shariah Adviser to Shape Knowledge Services
- Shariah training at Fajr Capital Plc Kuala Lumpur
- LL.M. Islamic Banking and Finance at the Nasarawa State University
- Islamic Finance from INCEIF University, Kuala Lumpur,
- Work covers retail banking, corporate banking, and project finance in Shariah compliance

JAMIU RIDWANULLAH KAYODE,

- LL.M in Common and Shariah Law University of Ilorin
- LL.M. (Bayero University Kano),
- Ph.D. (in view, Lagos State University)
- Member, ACE TrustArthur Limited
- Marriage counsellor; Islamic finance and Islamic estate planning consultant.
- Former presenter at the International Conference on Islamic Finance, International Institute of Islamic Banking and Finance (IIIBF).
- Resource person at the workshop, the Institute of Islamic Finance Professionals (IIFP) Lagos State chapter.
- Publisher of over 15 books on Islamic perspectives.
- Current Chief Imam of Lekki Central Mosque, Lekki Phase I, Lagos.