Fact Sheet

Lotus Halal Fixed Income Fund **September 30, 2026**

Fund Overview

The Lotus Halal Fixed Income Fund (Lotus FIF) is an open-ended mutual fund that invests in fixed income instruments such as Sukuk (non-interest bonds) and fixed-return contracts such as Ijarah (lease) and Murabaha (cost-plus) contracts. The Fund does not invest in equities or interest-bearing securities like treasury bills or conventional term deposits.

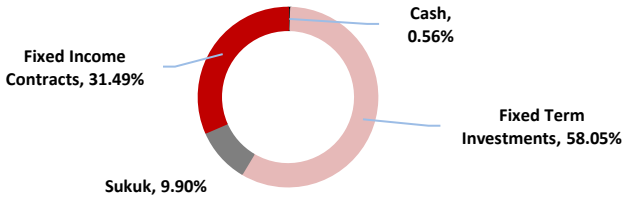
The Fund's activities are supervised by an investment committee which meets regularly to take investment decisions, oversee performance and ensure Shariah-compliance and proper risk management.

Fund Facts	
Launch Date	May 2016
Currency	Naira (NGN)
Fund Size	₦55.14bn
Net Asset Value (NAV) Per Unit	₦1,336.36
Custodian	Citi Bank Nigeria Limited
Trustees	STL Trustees Limited
Minimum Investment	5 units
Minimum Holding Period	30 days
Income Accrual	Daily
Risk Profile	Low
Annual Management Fee	1.5% of Net Asset Value
Distribution Frequency	Quarterly
No. of Distributions Since Inception	39
Last Distribution	June 2026: ₦40/unit
Benchmark (Composite)	3yr FGN Bond & 90-day NITTY

Asset Class	Allocation Range
Cash	0% - 5%
Sovereign & Sub-Sovereign Sukuk	0% - 90%
Corporate Sukuk	0% - 60%
Fixed Term Investments	0% - 100%
Fixed Income Contracts	0% - 70%

** Fixed Income Contracts include Ijara (lease) and Murabaha (cost-plus) contracts.*
** Fixed Term Investments are Shari'ah compliant short-term investments with Non-Interest Financial Institutions.*

Current Asset Allocation



Investor Profile

The Fund is specifically designed for ethically inclined investors with low-risk appetite. The Fund is suitable for **individuals and institutional investors** seeking non-interest-based returns.

Benefits to the Investor

Returns	Aims to provide attractive returns comparable to conventional fixed-income investments.
Low Risk	Minimizes risk of loss through diversification and focus on low-risk assets.
Income	Aims to pay out 80% of profit to investors on a quarterly basis.
Liquidity	Investors can enter and exit the Fund every business day.
Inclusive	The Fund is targeted at investors with faith-based or ethical preferences, but open to the general investing public. It is reviewed annually for Shariah compliance.

Note: THIS LOTUS HALAL FIXED INCOME FUND IS REGISTERED WITH THE SECURITIES AND EXCHANGE COMMISSION, NIGERIA.

Market Review (Third Quarter 2026)

GLOBAL ECONOMY

The global economy faced renewed inflationary pressures in Q3 2026 amid heightened geopolitical uncertainty. Inflation rose across key economies, settling at 3.7% in the United States, 3.8% in the Euro Area, and 3.5% in the United Kingdom as at September 2026. Consequently, major central banks maintained cautious monetary policy stances during the quarter, with the U.S. Federal Reserve raising its target range by 25bps to 3.75%-4.00% and the European Central Bank raising its policy rate to 2.65%, while the Bank of England held its Bank Rate at 3.75%.

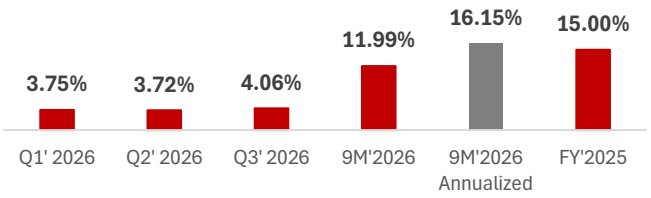
LOCAL ECONOMY

In Q3 2026, the CBN's Monetary Policy Committee (MPC) implemented a significant policy rate reset, cutting the Monetary Policy Rate by 350 basis points to 23.00% at its September meeting, after holding rates at 26.50% in May and July. The Committee judged that prevailing macroeconomic conditions provided scope for easing without undermining the disinflation process, while also seeking to improve monetary policy transmission. Headline inflation eased to 14.63% in September from 15.91% in June, the third consecutive month of moderation. The CBN expects inflation to moderate further, supported by its monetary tightening policies and exchange-rate stability.

During Q3 2026, Sukuk yields declined across the board, with the short-tenor SK27 declining to 17.64% from 19.78%.

Fund Performance

The Lotus Halal Fixed Income Fund gained **4.06%** in Q3'2026 to end the quarter with a Net Asset Value of **₦1,457.52/unit.** The positive performance was driven by profits from fixed-term investments and rental income on Sukuk resulting in a year-to-date return of **11.99%.**



	9M'2026	Q'3 2026	Q'2 2026	Q'1 2026	Inception to Date
Fund Return	**11.99%**	**4.06%**	**3.72%**	**3.75%**	**143.21%**
Benchmark	**12.53%**	**3.99%**	**3.94%**	**4.11%**	

Fund Outlook

In the coming quarter, we anticipate that inflation and fixed income yields could be sticky if the US-Iran conflict persists. The Fund will therefore aim for a mix of investments combining longer tenured investments that lock-in attractive yields, while allowing modest allocation to other investments that allow repricing in the event that yields rise. This is to ensure that the Fund generates positive real returns for investors. We are optimistic that this strategy will be positive for the Fund.

Note:

Investing in Shariah-compliant products involves risk as the value of investments may rise and fall depending on the performance of the underlying assets. Past performance does not guarantee future performance.

Lotus Capital Limited
Lotus House, 182 Awolowo Road, Ikoyi, Lagos, Nigeria
T1: +234-908-705-8407, T2: +234-908-705-8408,
Email: info@lotuscapitallimited.com
www.lotuscapitallimited.com