

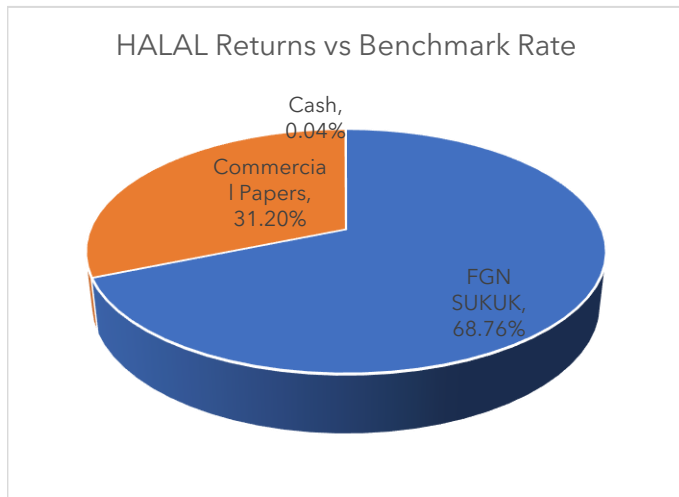
BACKGROUND INFORMATION

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 sukuks, 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.

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:	N299m
Base Currency	Naira
Management Fee	1.50%
Minimum Investment	N5,000.00
Opening Price	1,059.85
Closing Price	1,094.13
Current Asset Allocation:	68.76% in FGN Sukuk, 31.20% in Other fixed income contracts and Cash 0.04%
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 Q2 2024 was at 13.08%, achieving 70.93% of the benchmark. We saw bond yields for the short to mid end tenors remain relatively high amid sustained hawkish stance by CBN. Particularly, FGN Sukuk yield moved higher from the 15% level it was issued to 18%. On the short end, interest rate on Mudarabah increased slightly to adjust with the general money market rate amid CBN's hawkish stance. We expect the relatively high interest rate environment to persist into Q3 2024.

Strategy

In H2 2024 we expect FGN Sukuk bond yields to remain relatively high amid sustained hawkish stance by CBN. Hence, we will position in this space. However, we will focus more on Mudarabah to further boost the return and manage the liquidity of the Fund.

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.