

AIICO EUROBOND FUND

MARCH | 2026



OVERVIEW

AIICO Eurobond Fund is an open-ended Dollar denominated mutual fund, strategically investing in high-quality Nigeria sovereign & non-sovereign Eurobonds and in investment-grade money market instruments.

INVESTMENT OBJECTIVES

The investment objective of the fund is to offer investors the opportunity to diversify their portfolios, ensure long term capital appreciation and capital preservation while generating a steady stream of income on USD denominated securities.

FUND PERFORMANCE

The AIICO Eurobond Fund closed the first quarter of 2026 with a year-to-date return of 1.79%, c.140bps above its benchmark of 0.39%.

Global debt markets recorded a severe and broad-based selloff during the month, driven by escalating geopolitical tensions, most notably the ongoing US-Iran conflict, which intensified risk-off sentiment across financial markets. Sub-Saharan Eurobonds were not spared as average yields rose sharply by c.81bps to 7.40% by month-end, reflecting tighter global liquidity conditions, upward pressure on benchmark rates, and deterioration in risk appetite across emerging market asset classes.

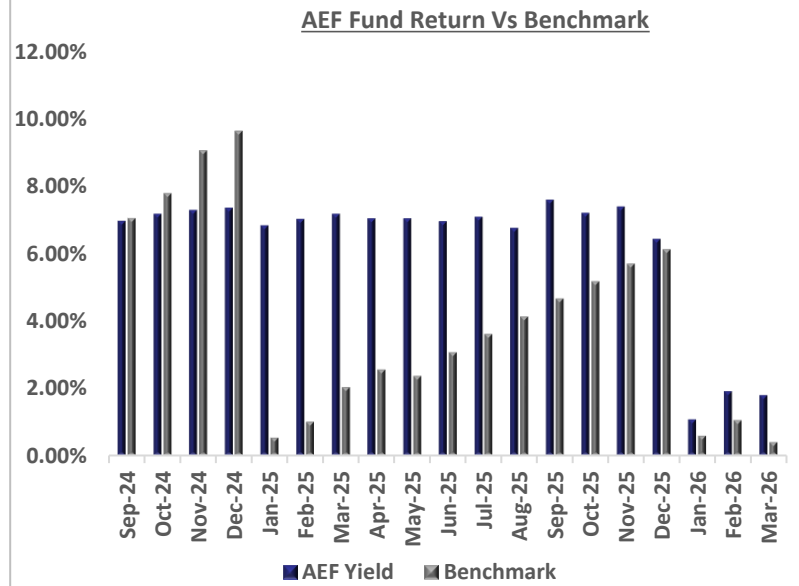
Nigeria's macroeconomic position provided a degree of insulation amid broad market stress. External reserves reached a 17-year high of \$50.03 billion on 11 March before moderating to \$49.48 billion at month-end, a decline attributable to the CBN's continuous FX interventions.

As a net oil exporter, Nigeria benefited from the geopolitical-driven surge in crude prices, which bolstered fiscal revenues, lent support to the naira, and helped contain spread widening on Nigerian sovereign Eurobonds relative to commodity-importing peers.

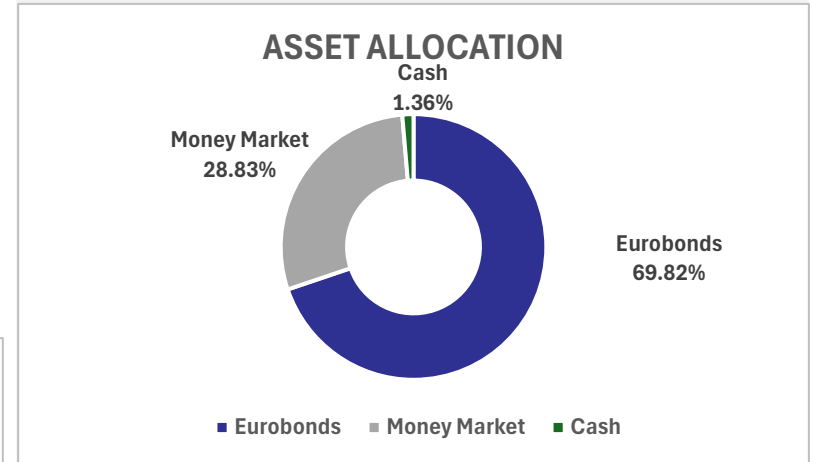
Outlook: The near-term outlook for SSA Eurobond markets is moderate, supported by Nigeria's strong reserve position and the continued tailwind from elevated crude prices. Nonetheless, we maintain a cautious stance, given the fluid geopolitical landscape. Any further escalation in US-Iran tensions or a prolonged disruption to global oil supply routes could reignite risk-off sentiment, placing renewed upward pressure on SSA sovereign spreads.

FACT SHEET

Fund launch date	20 Dec 2023
Net Asset Value as of 31 March 2026	\$ 3,966,562.18
Minimum Investment	\$1,000.00
Minimum Holding Period	180 Days
Benchmark	3-year NIG Eurobond
YTD Return as at 31 March 2026	1.79%
Benchmark Rate	0.39%



ASSET ALLOCATION: In seeking to achieve all of the fund's objective, and inline with the SEC rules, the asset allocation of the fund is shown below:



ASSET CLASSES	LOWER LIMIT	UPPER LIMIT	ACTUAL
NIG Sovereign, Supranational & Corporate Eurobonds	50.00%	100.00%	69.82%
Money Market	0.00%	30.00%	28.83%
Cash	0.00%	5.00%	1.36%

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