Fund Facts

Fund Manager
ASB Capital Limited
DIFC, Dubai, UAE
Prudential Supervision: DFSA

Investment Manager
Arqaam Capital Limited
DIFC, Dubai, UAE
Prudential Supervision: DFSA

Inception Date
1 May 2025

Asset Class
Global Sukuk

Benchmark
Dow Jones Sukuk Index

Investment Universe
Global Sukuk Issuances

Issue Currency
USD

AUM
USD 30.95 million

Liquidity
Weekly NAV

Administrator & Custodian
First Abu Dhabi Bank

Fund Brief

ASBC Sukuk Fund (the **Fund**) is a sub-fund (protected cell) under ASBC Cross-Asset Fund Open-Ended PCC PLC, a public fund incorporated in the DIFC and regulated by the DFSA.

The Fund seeks to maximize profit income and capital appreciation by investing in fixed and floating rate Sukuk of Government, Government-related issuers, supranational entities and corporate issuers. The Fund is suitable for investors who seek a diversified Sukuk portfolio, active management and an average Investment-Grade profile.

Investment Strategy & Guidelines

The Fund focuses on fundamental analysis with a strong emphasis on credit conviction. Its core credit positions are designed to deliver attractive income generation while staying within established volatility targets. The Fund will also invest in pull-to-par trades, special situations and re-rating opportunities, all backed by high-conviction and favorable risk reward profiles.

The strategy also incorporates a global macro-overlay, with emphasis on duration management, portfolio protection and risk factor exposure. The macro approach focuses on global economic drivers, as well as opportunistic investments in rates and spread duration.

The primary objective of the Fund will be to invest in Sukuk securities and/or instruments that meet the Investment Guidelines in accordance with the Standards as approved by the Shari`a Supervisory Board.

Subscription & Fees

Minimum Subscription Amount*	• Share Class A: USD 100,000 • Share Class B: USD 10,000 • Share Class C: USD 1,000,000 • Share Class D: USD 100,000 (Dividend Distributing, Quarterly)
Subscription Fee	Up to 5%
Management Fee	• Share Class A: 1.00% • Share Class B: 1.50% • Share Class C: 0.75% • Share Class D: 1.00% (Dividend Distributing, Quarterly)
Performance Fee	• 10% of profits • Hurdle Rate of 8% per annum • High-Water Mark*

Diversification Rules

Average Credit Quality	Investment Grade
Average Maturity	Maximum 7 Years
Maximum Position in an Issuer	15%
Maximum Position in Any Security	15%
Maximum Participation in Private Placement	20%
Maximum Allocation to High Yield Sukuk	50%
Maximum Participation in Un-Rated Sukuk	25%
Minimum Issue Size (notional)	USD 100,000,000

Fund Performance

Fund	Opening NAV	NAV	MTD	YTD	ITD
Benchmark FIGI: BBG002VGYMW4	**210.85****	**217.94**	**0.59%**	**3.36%**	**3.36%**
Share Class A ISIN: AEDFXA76C006	100	102.40	0.71%	2.40%	2.40%
Share Class B ISIN: AEDFXA76C014	99.34	102.21	0.67%	2.90%	2.90%
Share Class C ISIN: AEDFXA76C022	99.53	102.48	0.72%	2.97%	2.97%
Share Class D ISIN: AEDFXA76C030	99.34	101.91	0.70%	2.59%	2.59%

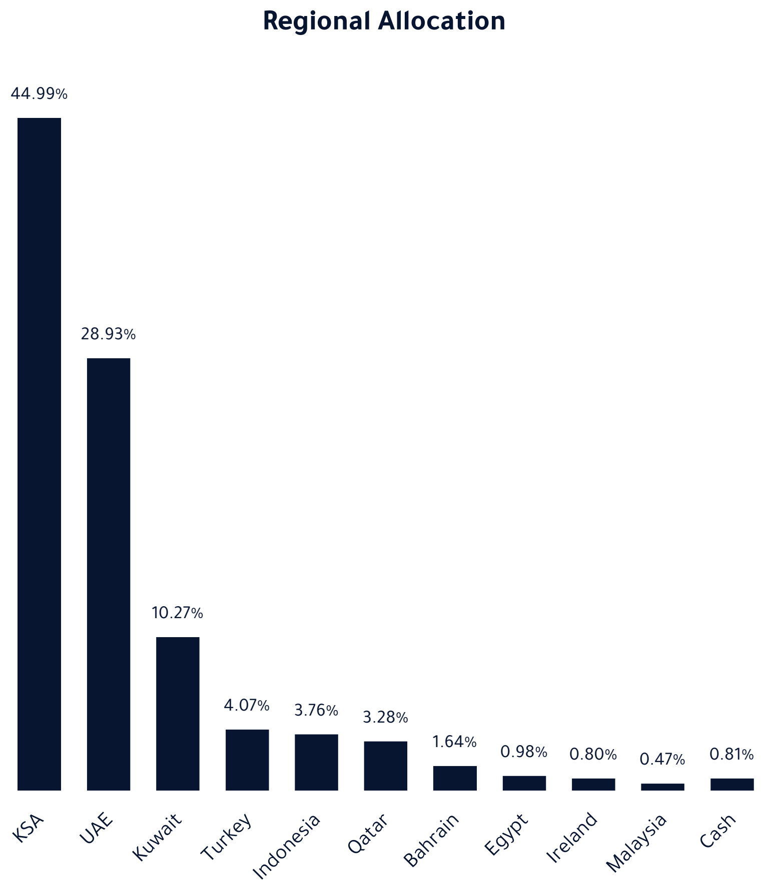
Current Allocations

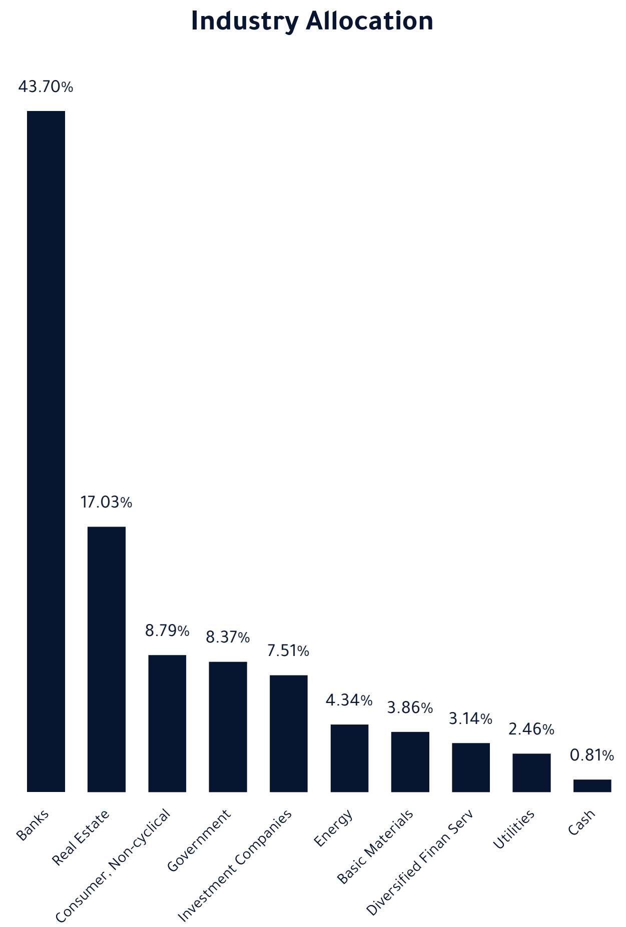
Number of Holdings	49
Average Coupon	5.69%
Average Yield	5.23%
Average Credit Rating	BBB
Average Maturity	5.18
Modified Duration	4.16

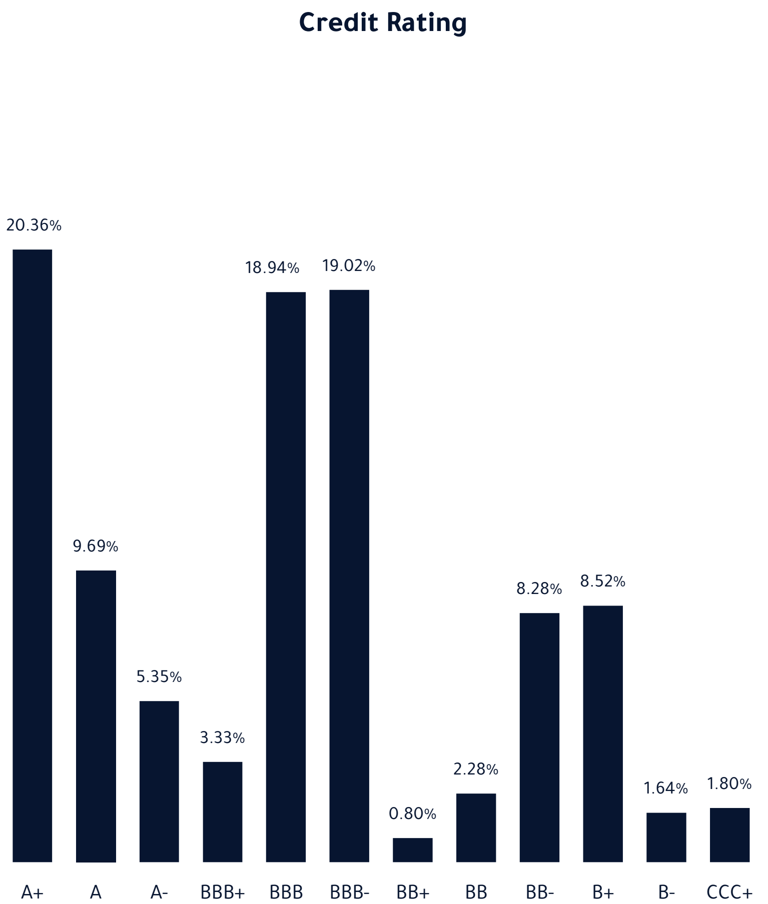
* No annual reset for high-water mark
** NAV of benchmark as of launch of the Fund

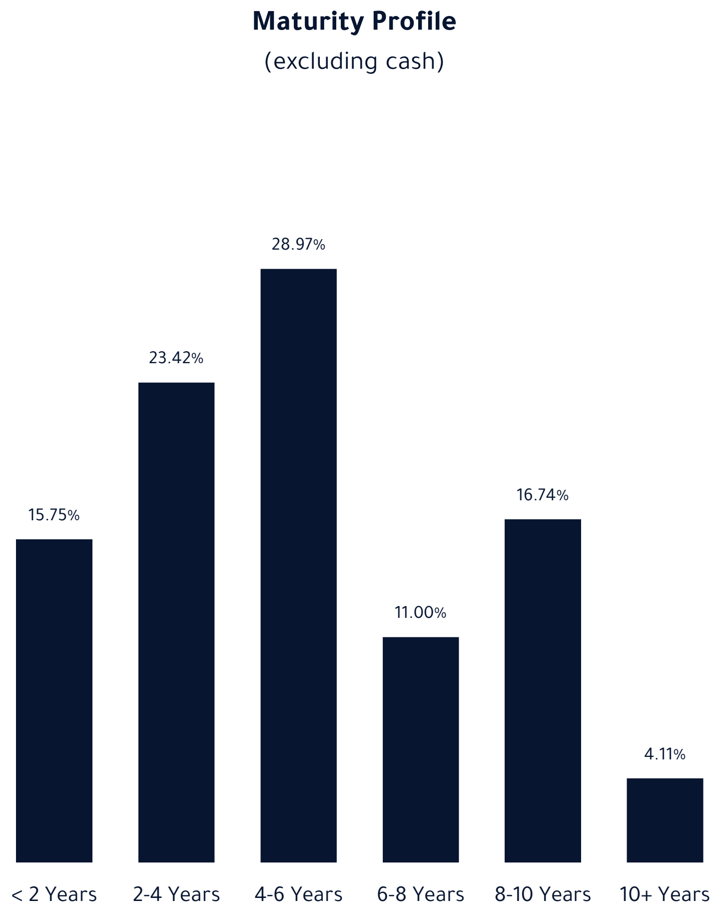
ASB Capital

Current Allocation









Monthly Commentary

The ASBC Sukuk Fund outperformed its benchmark in September, delivering a total return of 0.72% against the index's 0.59%. This result was driven by our strategic decision to increase the fund's duration and concentrate capital in high-conviction, high-quality issuers who are benefiting from deep investor demand.

September's Sukuk story was one of perseverance, with indices up ~0.6% despite US rates reversing early gains. Investment Grade (IG) segments led, with senior financials tightening 12bps and sovereigns/GREs compressing 3-6bps. Core GCC countries like UAE, KSA, and Kuwait saw strong demand, even with heavy issuance. This environment suits our IG focus, enabling us to capture quality rallies while maintaining a constructive, realistic view on valuations.

During the month, we decisively increased the fund's duration from 3.83 to 4.16, with a significant overweight added in the 10-year tenor. This positioned the portfolio to benefit from the broader rates rally that characterized much of the month and to capture more attractive yields in a steepening curve environment. This duration exposure, particularly in high-grade names, contributed to our outperformance.

Our allocation to Saudi Arabia was increased from 40.01% to 44.99%, as we participated in landmark deals from the Saudi Sovereign and the Saudi Real Estate Refinance Company, whose 7x oversubscribed issue demonstrated immense appetite for government-guaranteed paper. In line with our focus on quality, the fund's allocation to IG issuers increased to 75.87%. Our overweight in the banking sector (43.70%) also proved advantageous, as senior financials saw strong spread tightening.

Our strategy is one of steady compounding. We are not chasing the most dramatic spread compression in the high-yield space; instead, we are building returns through a superior yield (5.23% vs. a lower benchmark coupon) and with a focus on the most liquid and well-supported names in the market. The fact that high-grade sovereigns and GREs tightened while performing well in September validates our approach. We remain confident that our disciplined, quality-biased strategy is the right path for investors seeking exposure to Sukuk as a stable, income-generating component of their portfolio.

Finally, as the fund now is up and running, we decided to pay a $1.5 dividend per share for Q3 2025 equating to 5.5% annualized running yield (the annual target distribution).

ASB Capital

Disclaimer

ASB Capital Limited ("**ASBC**") whose registered address is at Units 11-15, Level 4, Gate Village 5, Dubai International Financial Centre, Dubai, UAE, is regulated by the Dubai Financial Services Authority (DFSA) and holds a Category 3A Authorised Firm licence.

Approval

This communication has been approved for use by ASBC. It has not been reviewed or approved by the DFSA or any other regulatory authority.

Duty and Liability

This communication in no way seeks to limit, avoid or otherwise circumvent any duty or liability imposed on ASBC by any applicable law, regulation or otherwise.

Professional Investors

This communication is intended only for Professional Clients and/or Market Counterparties, as applicable, and is not directed to any person who is not defined as such pursuant to the laws applicable to ASB. As such, only persons who are Professional Clients and/or Market Counterparties, as applicable, should act upon the information contained here ("**Eligible Investors**"). Persons into whose possession this communication comes are required to inform themselves of, and to observe, this restriction.

Investment Advice

In circulating this communication, ASBC is not providing legal, tax, regulatory, Shari'a or any other form of investment advice. Eligible Investors should seek advice from your own professional advisors.

Investment Risk

Investments are not guaranteed and are subject to various risks, including but not limited to market fluctuations, regulatory change, delays in repayment and loss of income and principal invested. The value of investments can fall as well as rise and Eligible Investors may not get back the amount originally invested at any point in time. Furthermore, substantial fluctuations of the value of the investment are possible even over short periods of time.

Past Performance

All prices are indicative and dependent upon market conditions. Past performance is not indicative of future performance, and nothing contained herein shall constitute any representation or warranty as to future performance.

Offering Documents

The terms of any investment will be exclusively subject to the detailed provisions, including risk considerations, contained in the final offering documentation relating to such investment. When making an investment decision, you should rely on the final documentation relating to the transaction and not the summary contained herein.

Third Party Information

This communication may contain information sourced from third parties. Such information is, at the date of this communication, believed to be balanced, accurate and reliable, however, ASBC does not guarantee its accuracy, completeness or fairness. This document was not produced, reviewed or edited by any research department within ASBC and is not an investment research publication. Therefore, laws and regulations relating to investment research do not apply to it.

Forward Looking Statements

This communication may contain forward looking statements. Forward looking statements include, but are not limited to assumptions, estimates, projections, opinions, models and hypothetical performance analysis. The forward-looking statements expressed herein constitute the author's judgment, unless otherwise stated, as of the date of this communication. Forward looking statements involve, amongst other things, significant elements of subjective judgment and analyses which could have a material impact on the results indicated. Therefore, actual results may vary, perhaps materially, from the results contained herein. To the extent permissible under applicable laws and regulations, no representation or warranty is made by ASBC as to the reasonableness or completeness of such forward looking statements or to any other financial information contained herein.

Market Restrictions

The manner of circulation and distribution of this communication may be restricted by law or regulation in certain countries. This communication is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, including the United States, where such distribution, publication, availability or use would be contrary to law or regulation or which would subject ASBC to any registration or licensing requirement within such jurisdiction not currently met within such jurisdiction. Persons into whose possession this communication comes are required to inform themselves of, and to observe, this restriction.