WHAT IS SUKUK?
Sukuk is an investment certificate that represents the ownership interest of the holder in an asset or pool of assets. The certificate entitles the holder to receive income from the use of the assets.

WHY IS THE FEDERAL GOVERNMENT ISSUING SUKUK?
- To fund the construction/rehabilitation of key economic infrastructure projects across Nigeria, such as roads.
- To diversify the sources of government funding.
- To offer ethical investors an opportunity to invest in government-issued securities.
- To achieve a higher level of financial inclusion.
- To serve as a reference for pricing Sukuk issued by other bodies, especially private sector issuers.

HOW MUCH IS THE FEDERAL GOVERNMENT RAISING UNDER THIS SUKUK?
N100 billion (One Hundred Billion Naira Only)

WHAT WILL THE FEDERAL GOVERNMENT DO WITH THE FUNDS RAISED?
The funds will be used for the construction and rehabilitation of sections of key economic roads across the six geopolitical zones of Nigeria. Some of the roads include:
- Ibadan-Ilorin Road (Oyo-Ogbomoso).
- Kolo-Otuoke-Bayelsa-Palm Rd (Yenegwe Road Junction).
- Enugu-Port Harcourt Expressway (Enugu-Lokpanta).
- Kaduna Eastern By-Pass.
- Kano-Maiduguri Road (Potiskum-Damaturu) and
- Bridge works for the Loko-Oweto Bridge over River Benue.

HOW IS SUKUK DIFFERENT FROM CONVENTIONAL BONDS?

<table>
<thead>
<tr>
<th>SUKUK</th>
<th>BOND</th>
</tr>
</thead>
<tbody>
<tr>
<td>Represent ownership interest in assets</td>
<td>Bonds represent a pure debt obligation due from the issuer.</td>
</tr>
<tr>
<td>The funds raised from Sukuk issuance must be used only for ethical purposes</td>
<td>Bonds can be issued to finance any legal purpose.</td>
</tr>
<tr>
<td>The sale of Sukuk represents the sale of the holder’s interest in an asset</td>
<td>The sale of a Bond is the sale of a debt.</td>
</tr>
</tbody>
</table>

WHAT ARE THE KEY TERMS OF THIS SUKUK?

| Description | FGN Sovereign Sukuk due 2024 at a return of 16.47% |
| Tenor | 7 Years |
| Issue Size | N100,000,000,000 |
| Unit of Issue | N1,000 per unit |
| Minimum | Minimum of N10,000 (i.e. 10 units @N1,000/unit) and in multiples of N1,000 (‘Naira’ thereafter) |
| Substitution | Semi-annually |
| Rental payment | Bullet payment of invested funds at maturity |
| Paying Agent/Registrar | The Central Bank of Nigeria |
| Security | Backed by the full faith and credit of the Federal Government of Nigeria |

WHO CAN INVEST IN THE SUKUK?
All categories of investors, including:
- Retail investors
- High net worth individuals
- Institutional investors such as commercial banks, insurance/bankful companies, pension funds, asset managers, private banks and others
- Ethically inclined investors
- Cooperative Societies, Religious bodies, state investment companies

WHY SHOULD I INVEST IN THE SUKUK?
- Regular cash flow, as Rental Income will be paid half-yearly to Sukuk Holders.
- Rental Income is Tax-free.
- Safe and risk-free investment as they are a direct obligation of the FCN and backed by the full faith of the FCN.
CAN I SELL THE SUKUK CERTIFICATE IN THE SECONDARY MARKET? Yes. Trading will be done on the secondary market by licensed dealers on the floor of The Nigerian Stock Exchange and on the FMDOQ OTC Securities Exchange, in accordance with the Prospectus.

WHAT WILL I GET AS PROOF OF MY INVESTMENT? Your Custodian/CSCS account will be credited with the Sukuk units allotted to you and you will be duly notified of the credit through SMS/Email.

IS MY INVESTMENT IN THE SUKUK SAFE? Yes, the Sukuk is backed by the full faith and credit of the Federal Government of Nigeria.

HOW WILL I GET RETURNS FROM MY INVESTMENT? • Returns due to you will be credited twice a year to the bank account you provided on the Application Form.
• At maturity, your principal investment will also be credited to your bank account.

WHAT CAN I DO IF I DON’T WANT TO HOLD MY SUKUK TO MATURITY? You can request your stockbroker or securities dealer to sell your Sukuk on The Nigerian Stock Exchange or the FMDOQ OTC Securities Exchange upon listing.

WHO CAN I CONTACT IF I REQUIRE MORE INFORMATION OR CLARIFICATION?

- Lotus Financial Services Limited
  - invest@lotuscapitallimited.com
  - 234 1 291 4626 & 234 1 291 4624
  - 234 908 705 407 & 234 908 705 8408

- FBN Merchant Bank Limited
  - info@fbnmerchantbank.com
  - 234-1-270 2290-4

- The Debt Management Office
  - enquiries@dmo.gov.ng
  - 234 811 000 0881

You may also contact any of the Placement Agents during the Offer Period.

- Access Bank Plc
- Citibank Nigeria Limited
- Cornation Merchant Bank Limited
- Ecobank Nigeria Limited
- FBN Merchant Bank Limited
- First Bank Nigeria Limited
- First City Monument Bank Limited
- FSDH Merchant Bank Limited
- Guaranty Trust Bank Plc
- Stanbic IBTC Bank Plc
- Standard Chartered Bank Nigeria Ltd
- United Bank for Africa Plc
- Zenith Bank Plc

WHAT CAN I INVEST? You can invest in 4 simple steps during the Public Offer Period:
1. Visit the offices of our Financial Advisers to obtain the Prospectus and Application Form

   Lotus Financial Services Ltd
   1b, Udii Street
   Osborne Foreshore Estate
   Osborne Road, Ikoyi, Lagos
   Tel: +234-1-291 4626

   FBN Merchant Bank Ltd
   10, Keffi Street
   Off Awolowo Road
   S.W. Ikoyi, Lagos
   Tel: +234-1-270 2290-4

   OR
   Download the Prospectus and Application Form at:
   - www.dmo.gov.ng
   - www.lotuscapitallimited.com
   - www.fbnmerchantbank.com

   OR
   You can also contact any of the Placement Agents to obtain the Application Forms.

2. If you do not have a Custodian Account or an account with the Central Securities Clearing System (CSCS), you may approach a licensed stockbroker to open one.

3. Pay for the number of units you wish to purchase into any of these bank accounts:

<table>
<thead>
<tr>
<th>Bank Name</th>
<th>Account Name</th>
<th>Account Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>First Bank of Nigeria Limited</td>
<td>2032267642</td>
<td></td>
</tr>
<tr>
<td>Stanbic IBTC Bank Plc</td>
<td>0022775451</td>
<td></td>
</tr>
<tr>
<td>Zenith Bank Plc</td>
<td>1015183412</td>
<td></td>
</tr>
<tr>
<td>Guaranty Trust Bank Plc</td>
<td>0111869636</td>
<td></td>
</tr>
<tr>
<td>Jumia Bank Plc</td>
<td>0003287710</td>
<td></td>
</tr>
<tr>
<td>Sterling Bank Plc</td>
<td>0065181158</td>
<td></td>
</tr>
<tr>
<td>Unity Bank Plc</td>
<td>0029055531</td>
<td></td>
</tr>
</tbody>
</table>

4. Submit completed Application Form and proof of payment to any of the Financial Advisers - Lotus Financial Services Ltd or FBN Merchant Bank Ltd either via email (invest@lotuscapitallimited.com or info@fbnmerchantbank.com) or physically at any of their offices. You can also submit completed forms to any of the Financial Agents.