



**FEDERAL GOVERNMENT OF NIGERIA**

# SOVEREIGN SUKUK

## Up to ₦250BILLION

**INVESTMENT TRUST CERTIFICATES**

### 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

### HOW IS SUKUK DIFFERENT FROM CONVENTIONAL BONDS?

SUKUK	BONDS
<ul style="list-style-type: none"> <li>✓ Represent ownership interest in assets.</li> <li>✓ The funds raised from Sukuk issuance must be used only for ethical purposes.</li> <li>✓ The sale of Sukuk represents the sale of the holder's interest in an asset.</li> </ul>	<ul style="list-style-type: none"> <li>✓ Bonds represent a pure debt obligation from the issuer.</li> <li>✓ Bonds can be issued to finance any legal purpose.</li> <li>✓ The sale of a Bond is the sale of a debt.</li> </ul>

### 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 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 institutions, especially private sector issuers.

### 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

### WHAT IS THE MINIMUM SUBSCRIPTION?

Minimum Subscription is ₦10,000 (i.e., 10 units @ ₦1,000/unit) and in multiples of ₦1,000 (1 unit) thereafter.

### SOME OF THE ROAD PROJECTS INCLUDE:

- ✓ Construction of Suleja – Chaza – Baburu Road in Niger State
- ✓ Rehabilitation of Gwoza – Damboa – Goniri – Ngamdu in Borno State
- ✓ Construction of Kaduna Eastern By-Pass
- ✓ Rehabilitation of Enugu – Port Harcourt Dual Carriageway (Lokpanta – Umuahia) in Abia State
- ✓ Rehabilitation of Old Enugu – Onitsha Road
- ✓ Dualisation of Obajana Junction to Benin
- ✓ Dualisation of Sapele – Ewu Road in Delta State
- ✓ Rehabilitation of the Outer Marina – Bonny Camp and Eko Bridge through Apongbon Bridge with access ramps in Lagos State
- ✓ Construction of Southern Parkway from Christian Centre to Ring Road 1 in Abuja
- ✓ Construction of Eket Bypass in Akwa Ibom

### WHAT ARE THE KEY TERMS OF THE SUKUK?

<b>Issuer:</b>	FGN Roads Sukuk Company 1 Plc, on behalf of the Federal Government of Nigeria
<b>Description:</b>	FGN Sovereign Sukuk due 2031 at a return of 12.8% per annum
<b>Tenor:</b>	10 Years
<b>Issue Size:</b>	Up to ₦250,000,000,000
<b>Unit of issue:</b>	₦1,000 per unit
<b>Minimum Subscription:</b>	Minimum of ₦10,000 (i.e., 10 units @ ₦1,000/unit) and in multiples of ₦1,000 (1 unit) thereafter
<b>Rental Payment:</b>	Semi-annually
<b>Redemption:</b>	Bullet payment of invested funds at maturity
<b>Paying Agent/Registrar:</b>	The Central Bank of Nigeria
<b>Security:</b>	Backed by the full faith and credit of the Federal Government of Nigeria

## WHO CAN INVEST IN THE SUKUK?

All Categories of Investors, including:

- ✓ Individuals
- ✓ Institutional Investors
- ✓ Financial Institutions such as Commercial Banks, Insurance/Takaful Companies, Pension Funds and Asset Managers
- ✓ Cooperative Societies, Religious Bodies, State Investment Companies
- ✓ Foreign Investors

## WHY SHOULD I INVEST IN THE SUKUK?

- ✓ It is a secure investment backed by the full faith and credit of the FGN.
- ✓ Provides opportunity for the diversification of asset portfolio.
- ✓ Investors will be paid semi-annually.
- ✓ Rental Income is Tax-free.
- ✓ Acceptable as collateral for borrowing from banks and other financial institutions.
- ✓ Classified as Liquid Asset by the Central Bank of Nigeria.
- ✓ To be listed and traded on the Nigerian Exchange Limited and the FMDQ Securities Exchange Limited, thereby providing liquidity opportunities to Sukuk holders
- ✓ It offers competitive returns to Sukuk holders

## CAN I SELL THE SUKUK IN THE SECONDARY MARKET?

Yes. Trading can be done on the floor of the Nigerian Exchange Limited and on the FMDQ Securities Exchange Limited, in accordance with the Prospectus by licensed dealers.

## HOW WILL I GET RETURNS FROM MY INVESTMENT?

- ✓ Returns due to you will be paid twice a year to the bank account details you provide on the Application Form.
- ✓ At maturity, your principal investment will also be paid to the same bank account details.

## WHAT WILL BE THE EVIDENCE 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.

## HOW CAN I INVEST?

You can invest by following the 4 simple steps listed below during the Offer Period:

1. Visit the offices of our Financial Adviser or Issuing Houses or any branch of Stanbic IBTC Bank Plc and Sterling Bank Plc or contact any of the Placement Agents to obtain the Application Form. You can also download the Application Form from the following websites:
  - ✓ [www.dmo.gov.ng](http://www.dmo.gov.ng)
  - ✓ [www.greenwichbankgroup.com](http://www.greenwichbankgroup.com)
  - ✓ [www.vetiva.com](http://www.vetiva.com)
  - ✓ [www.stanbicibtccapital.com](http://www.stanbicibtccapital.com)
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:

Bank Name	Account Name	Account Number
Jaiz Bank PLC		0003196265
Lotus Bank Limited	FGN SUKUK IV	1600000375
Stanbic IBTC Bank PLC	PROCEEDS	0040259968
Sterling Bank PLC	ACCOUNT	0086478181
TAJ Bank Limited		0001950853

4. Submit completed Application Form and proof of payment to any of the Financial Adviser or Issuing Houses listed above either via email or physically at any of their offices. You can also submit completed forms to any branch of Stanbic IBTC Bank Plc, Sterling Bank Plc or any of the Placement Agents.


## IS MY INVESTMENT IN THE SUKUK SAFE?

Yes. The Sukuk is backed by the full faith and credit of the Federal Government of Nigeria.

## 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 your behalf on the floor of the Nigerian Exchange Limited or the FMDQ Securities Exchange Limited upon listing.

## FOR MORE INFORMATION AND APPLICATION FORMS, YOU CAN CONTACT +234 815 819 7240 OR VISIT THE LOCATIONS BELOW



**Greenwich Merchant Bank Limited** - Plot 1698A, Oyin Jolayemi Street, Victoria Island, Lagos  
**Tel:** +234 (01) 6370000  
**Email:** CapitalMarkets@greenwichbankgroup.com

**Issuing House**




**Stanbic IBTC Capital Limited** - I.B.T.C. Place, Walter Carrington Crescent, Victoria Island, Lagos  
**Tel:** +234 (1) 422 8855  
**Email:** StanbicIBTC-DebtCapitalMarkets@stanbicibtcc.com

**Issuing House**



**Vetiva Capital Management Limited** - Plot 266B, Kofo Abayomi Street, Victoria Island, Lagos  
**Tel:** +234 807 209 0056  
**Email:** ProjectExpress@vetiva.com

**Issuing House**



**Buraq Capital Limited** - 3rd Floor, Mukhtar El-Yakub Place, Plot 112, Zakaria Maimalari Street, Central Business District, Abuja.  
**Tel:** +234 802 335 5981  
**Email:** abubakar.sadiq@buraqcapital.com

**Financial Adviser**

You may also contact any Registered Stockbrokers during the Offer Period.