

# ADVANCE EASTERN EUROPE

## Investment Objective

The goal of the fund is to ensure high investment results in the long-term by investing in Eastern European equities in 7 regional markets.



\*This is marketing material

30 November 2022

\*The NAV and NAV/share as of 30 are indicative

### Fund Manager's Comment

Risk-on sentiment prevailed for a second consecutive month, as seasonal and technical factors came into play. Market participants continued to misinterpret CB's hawkish tone, expecting the Federal Reserve to pivot and ease policy in the second half of next year. MSCI world gained 2.5%, with European equities markedly stronger. Sentiment in EM, especially in China, improved, with MSCI EM up 10.0%. The regional index MSCI EFM Europe + CIS ex RU also had strong performance, up 10.5%.

MOEX Russia finished November almost flat (+0.4% in LCU terms), as trading volumes weakened further to a six-month low. The ruble gained 1.1% against the broadly weaker US dollar, but lost 4.0% against the euro and 1.8% against the CNY, signaling an underlying weakness on CA deterioration. As G7 crude oil price cap and EU sanctions on seaborne crude shipment kick in, the CBR is prepared to bring back in full capital controls if acute risks to financial stability materialize again. The market remains closed for non-residents from "unfriendly" jurisdictions

Turkish stocks remained the sole investment alternative for domestic investors in a deeply negative real yield environment. The main BIST 100 index almost matched its record high October gain, up another 25.1% in November (in LCU terms). The TCMB cut the key rate by 150 bps, to 9.0% in its November meeting, but signaled an end to the easing cycle. A slight positive development, CPI somewhat eased for the first time in 17 months, down to 84.4% YoY in November. The Turkish lira was among the worst performing EM currencies, both against the broadly weaker USD (-0.01%) and the EUR (-5.05%).

The Greek ASE added 4.4%, with energy, materials, financials and consumer discretionary stocks outperforming. The economic environment remains supportive for the cyclical sectors, as the labor market is in its best shape in over a decade, recovering to the pre-debt crisis levels. The Romanian BET gained 8.6%, led by marked outperformance of bank stocks.

The fund reported an indicative NAV per share of EUR 0.5686 in the end of November, up 8.8%. Our Turkish positions contributed the most (almost 2/3 of the monthly return), followed by Greek stocks. Sector-wise, materials led by a high margin, but financials and energy names were also buoyant.

### Fund Facts

NAV/share (last published as of 25.02.2022)	EUR 0.7486
Fund type	open-end
Fund Manager	Georgi Raykov, Konstantin Prodanov
Fund size - <b>indicative</b>	EUR 124 M
NAV/share - <b>indicative</b>	EUR 0.5686
Launch date	04.10.2006
Benchmark*	MSCI EFM Europe&CIS
Benchmark**	MSCI EFM Europe + CIS ex RU
Currency of account	Euro
Subscription fee	up to 1.50%
Management fee	1.5 % NAV p.a.
Redemption fee	none
Minimum investment	none

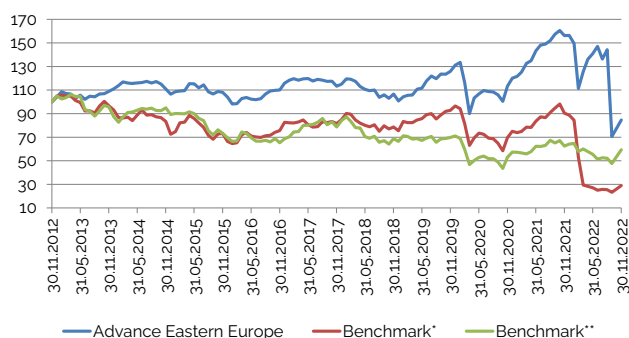
### Fund Identifiers

ISIN	BG9000016063
Bloomberg Code	ADVEAEU.BU
Reuters Lipper	65095316
Valor	3079269
WICN-German	AOMXVY

### Fund Results - **indicative**

	Fund	Benchmark*	Benchmark**
1 month	8.78%	10.54%	10.54%
1 year	-45.86%	-67.96%	-5.08%
Year to Date	-45.89%	-67.35%	-7.54%
Since Launch (annualized)	-3.43%	-8.79%	-3.86%

### Fund Performance 10Y - **indicative**

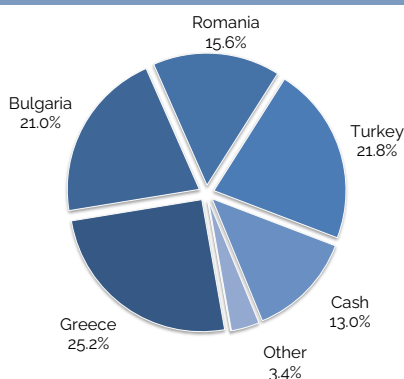


### Annual Performance

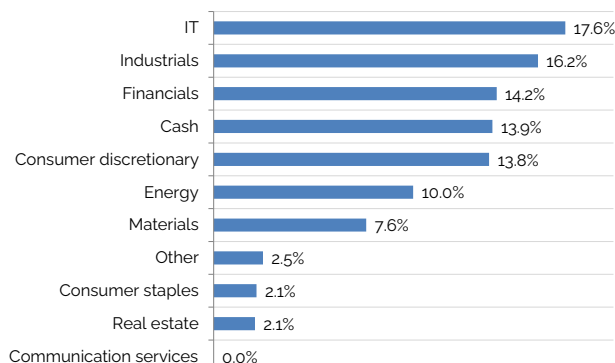
	Fund	Benchmark*	Benchmark**
2021	30.09%	18.34%	11.71%
2020	-8.31%	-22.29%	-19.20%
2019	29.88%	27.90%	6.91%
2018	-12.25%	-11.12%	-20.91%
2017	4.42%	12.24%	22.39%
2016	11.31%	24.40%	-1.29%
2015	-2.29%	-8.32%	-22.13%
2014	-4.06%	-22.21%	2.24%
2013	6.64%	-11.15%	-16.81%
2012	4.07%	4.86%	34.08%
2011	-17.02%	-22.53%	-29.75%
2010	18.44%	21.65%	16.29%
2009	36.50%	73.42%	51.49%
2008	-61.94%	-66.63%	-56.45%
2007	25.91%	11.54%	20.71%

### Portfolio Breakdown

#### Market Breakdown (indicative)



#### Sector Breakdown (indicative)



### TOP 5 HOLDINGS

Allterco, Bulgaria, IT	TURKIYE SISE VE CAM FABRIKALARI AS, Turkey, Industrials	Koza Altin Isletmeleri AS, Turkey, Materials	GREEK ORGANISATION OF FOOTBALL PROGNOSTICS S.A., Greece, Consumer discretionary	JUMBO SA, Greece, Consumer discretionary
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