



FUND OBJECTIVE

Advance Emerging Europe Opportunities is a sub-fund of the Luxembourg umbrella Karoll SICAV. The fund invests in shares of companies from Central and Eastern Europe, primarily in Poland, Czechia, Hungary, Austria, Slovenia and the Baltics. The fund's objective is to provide capital appreciation by realizing capital gains in the long run at a moderate to high risk.

FUND MANAGER'S COMMENT

April was characterized by a strong recovery in global risk appetite, with markets largely looking through elevated geopolitical tensions in the Middle East and continuing to push toward new highs. Global equities rallied sharply, driven by a renewed rotation into AI-related names, with Taiwan and South Korea - two of the markets most leveraged to the AI theme - emerging as the strongest performers. As a result, the MSCI EM Index gained +12.5% in EUR terms during the month. Against this backdrop, the Fund delivered a strong return of +7.5%, broadly in line with the benchmark despite the absence of exposure to Turkey, where the BIST 100 surged 12.9%. Within the CEE region, Hungary emerged as the clear standout, with the BUX Index surging 10.2% (+20.5% YTD) amid the parliamentary elections, in which the opposition Tisza party secured a constitutional two-thirds majority. The outcome marks the end of the Orbán era and opens the door for structural reforms, deeper EU integration and the potential unlocking of substantial EU funds.

In Hungary, our positioning benefited significantly from the strong post-election rally, with the country representing the Fund's second-largest exposure at 17% as of month-end. We identified the attractive asymmetry of the election setup early on and made Hungary a core pillar of our 2026 strategy. Our Hungarian positions gained more than 20.5% on average in EUR terms during the month, significantly outperforming the local index, led by OTP Bank (+17.4%) and Magyar Telekom (+18.9%). The sharp appreciation of the forint (+5.4% vs. the euro MoM) - one of the strongest-performing emerging market currencies YTD - provided an additional tailwind to returns. We believe the market rally could extend further if the political transition remains orderly and the new government delivers credible reforms. In such a scenario, Hungary should benefit from lower political risk and a gradual narrowing of its valuation discount versus CEE and broader EM peers.

Polish equities posted a more moderate gain, with the WIG20 rising 4.4% during the month. Energy and utility companies reversed course, while retailers provided limited support overall, with food retailers turning into a drag on performance as competitive pressures in the sector remained intense. Banks, on the other hand, performed strongly, as Q1 results came in broadly in line with or slightly above expectations, supported by accelerating loan growth trends. At the same time, expected dividend yields of above 7% helped renew investor interest in the sector.

In the Czech Republic, the PX Index gained just 1.1% during the month. Utility company ČEZ (-0.3%) remained in focus after the government moved a step closer toward the long-awaited restructuring and potential buyout of the company's power generation assets, following the announcement of plans to separate its customer-facing operations into a new subsidiary. Banks, on the other hand, disappointed with rather mediocre results, marked by intensifying competition, particularly on the deposit side. During the month, we initiated a position in logistics developer CTP after prolonged weakness following uninspiring Q4 results and concerns around higher interest rates. We entered the position at a >25% discount to NAV, near historical extremes, which in our view does not reflect the company's strong long-term positioning as the leading logistics platform in CEE, benefiting from nearshoring, rising e-commerce penetration and ongoing supply-chain modernization across the region. Q1 results subsequently confirmed our view that the weak Q4 performance was largely a one-off, with leasing activity and operational metrics returning to very strong levels.

COUNTRY ALLOCATION

Poland	44.34%
Hungary	16.86%
Austria	13.01%
Czech Republic	9.59%
Greece	7.77%
Cash	4.58%
Slovenia	2.22%
Lithuania	1.50%
Others	0.13%

SECTOR ALLOCATION

Financials	42.44%
Consumer Discretionary	12.70%
Industrials	10.37%
Energy	8.35%
Health Care	6.08%
Cash	4.58%
Materials	3.51%
Communication Services	3.31%
Real Estate	3.08%
Consumer Staples	2.65%
Utilities	1.53%
IT	1.27%
Others	0.13%

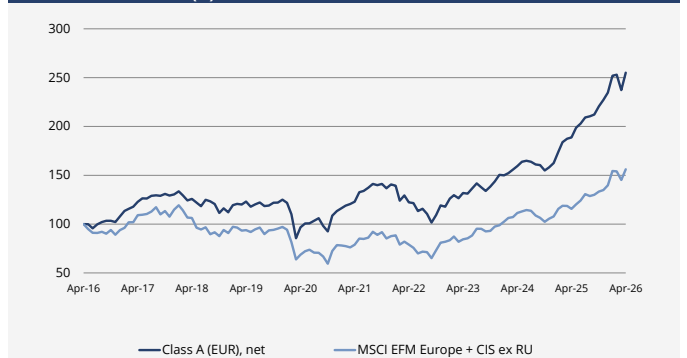
FUND FACTS

Fund Type	UCITS V, Luxembourg SICAV
Management Company	Waystone Management Company (Lux) S.A.
Investment Manager	Karoll Capital Management EAD
Fund Manager	Emil Yanchev, CFA
Fund's Total Net Assets	EUR 95.42 M
NAV per Share	EUR 2.0521
Domicile	Luxembourg
Currency	Euro
NAV Frequency	Daily
Fund Launch Date	23.11.2007
Auditor	Deloitte Audit, Luxembourg
Depository	Quintet Private Bank (Europe) S.A.
Fund Administrator	UI efa S.A., Luxembourg
Countries for Distribution	BG, LU, CH, DE, AT, BE, NL, SE, NO

FUND DETAILS

Unit class	Class A EUR	Class C EUR
Investor Type	All	Institutional
Min. Subscription	Not applicable	EUR 1 m
Management Fee	1.50%	1.00%
Subscription Fee	Up to 0.9%	None
Redemption Fee	None	None
ISIN	LU3221847190	LU3221847356
Bloomberg Code	KARAEOLX	KARAEOLX
WKN Code	A426BF	A426BG
Luxembourg Launch Date	15.01.2026	15.01.2026

10-YEAR PERFORMANCE (%)



Past performance is not a guarantee of future results.

PERFORMANCE*	Class A (EUR)	MSCI EFM Europe + CIS ex RU
1 month	7.51%	7.50%
YTD	8.69%	11.77%
1 year	35.17%	35.03%
3 years p.a.	24.62%	22.74%
5 years p.a.	15.72%	14.63%
10 years p.a.	9.82%	4.55%
Since Inception p.a.	3.98%	-1.19%

CALENDAR YEAR PERFORMANCE*	Class A (EUR)	MSCI EFM Europe + CIS ex RU
2025	44.43%	29.43%
2024	8.02%	9.27%
2023	27.62%	20.55%
2022	-16.20%	-6.49%
2021	24.13%	11.71%
2020	-9.35%	-19.20%
2019	11.31%	6.91%
2018	-13.89%	-20.91%
2017	20.96%	22.39%
2016	7.76%	-1.29%

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*The calculation is based on net asset value per unit and does not include issuance and redemption costs, according to the Fund's Rules and Prospectus.

TOP 5 HOLDINGS

Holding name	Sector	Country
OTP BANK PLC	Financials	Hungary
LPP	Consumer Discretionary	Poland
RICHTER GEDEON	Health Care	Hungary
ERSTE GROUP BANK	Financials	Austria
KOMERCNI BANKA	Financials	Czech Republic

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A summary of shareholder rights is available at https://karollcapital.bg/uploads/Advance%20Emerging%20Europe%20Opportunities/_Karoll_.pdf

For further information visit: <https://karollcapital.bg/en/funds/3-karoll-advance-emerging-europe-opportunities>