

ADVANCE INVEST

Investment Objective

To seek long term capital appreciation through investments in stocks listed on the Bulgarian & Romanian markets. The fund is actively managed through bottom-up selection of undervalued stocks with high growth potential as determined by fundamental measures.



*This is marketing material

31 December 2024

Fund Manager's Comment

The Bulgarian SOFIX rose 5.5% in December, while the Romanian BET partially recovered from political turmoil, increasing 2.3%. The equity turnover on the Bulgarian Stock Exchange was more than twice as high compared to November, while the average daily liquidity in Bucharest increased 7% MoM.

Among stocks in the SOFIX index, EUBG (+36.3%) was by far the biggest outperformer, making the most significant contribution to the return of the blue-chip index. Although the stock traditionally rises at the end of each calendar year, this year's gain far exceeded previous movements. Double-digit growth was also reported by FIB (+13.7%). The price dynamics of other heavyweight components were subdued, with SFA posting a modest increase (+1.4%) amid purchases by the majority shareholder, ATER remaining almost flat (+0.3%), and SLYG coming under slight pressure (-1.8%) from large sellers seeking liquidity.

In Romania, market volatility remained high amid ongoing political uncertainty surrounding the government formation. Nevertheless, the BET Index posted a monthly gain of 2.3% after PSD-PNL-UDMR coalition government secured a narrow parliament confidence vote just before the holidays. Among key sectors, utilities performed the best (+3.2%), followed by banks (+2.7%), while energy companies lagged (+0.5%).

The Fund's NAV per share rose by 0.9%, recording an annual increase of 11.3%, which was 2pp above the benchmark index. Sector-wise, financials had the highest positive contribution to monthly performance, followed by utilities and consumer names, both staples and discretionary. Meanwhile, technology stocks in the portfolio posted the largest decline.

Fund Facts	
Fund type	open-end
Fund Manager	Georgi Georgiev
Fund size	BGN 17.24 M
NAV/share	BGN 2.3135
Launch date	10/05/2004
Benchmark	MSCI EFM Europe + CIS ex RU
Currency of account	BGN (1EUR = BGN 1.95583)
Subscription fee	up to 1.50%
Management fee	2.5% NAV p.a.
Redemption fee	none
Minimum investment	none

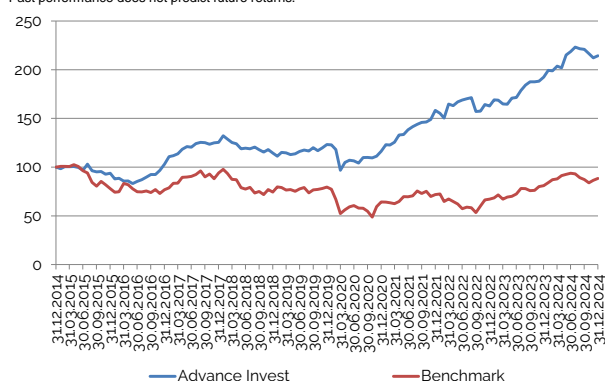
Fund Identifiers	
ISIN	BG9000014134
Reuters Lipper	68417296
Код в Bloomberg	ADVIMFD BU

Past performance does not predict future returns.

Fund Results (31.12.2024)		
	Fund	Benchmark
1 month	0.93%	2.30%
1 year	11.33%	9.27%
Year to Date	11.33%	9.27%
Since Launch (annualized)	4.23%	1.96%

Fund performance vs Benchmark

Past performance does not predict future returns.



Annual Performance

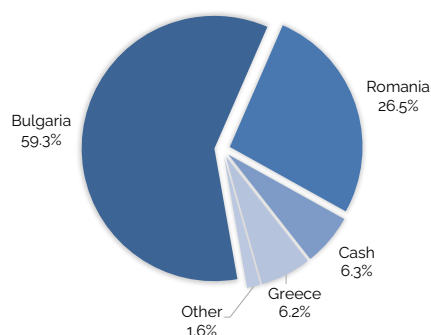
	Fund	Benchmark
2024	11.33%	9.27%
2023	18.25%	20.55%
2022	2.84%	-6.49%
2021	36.06%	11.71%
2020	-5.56%	-19.20%
2019	7.62%	6.91%
2018	-8.79%	-20.91%
2017	21.56%	22.39%
2016	10.02%	-1.29%
2015	-6.26%	-22.13%

Source: The calculated yield is based on net asset value per unit and does not include issuance and redemption costs, according to the Fund's Rules and Prospectus. *Benchmark information is based on official data from www.mscl.com

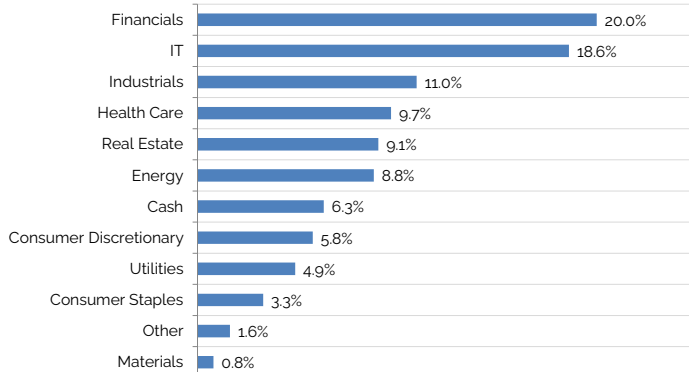
The risks of investing in shares of the contract fund are market, interest, liquidity, currency, operational, settlement risk, legislative, concentration risk, etc. More information about the risks can be found in the fund's prospectus.

Portfolio Breakdown

Market Breakdown



Sector Breakdown



5 Largest holdings

Shelly Group, Bulgaria, IT	Sopharma, Bulgaria, Health Care	OMV PETROM, Romania, Energy	Sirma Group Ad, Bulgaria, IT	Bulgarian Real Estate Fund Inc, Bulgaria, Real estate
----------------------------	---------------------------------	-----------------------------	------------------------------	---

This is a marketing message. Please review the prospectus and key information document of the relevant fund before making an investment decision. The information is valid at the date of issue of the marketing material and may change in the future. The information provided does not constitute investment advice, advice, investment research or investment recommendation and should not be construed as such. The value of the Fund's units and the income from them may decline, profit is not guaranteed and investors bear the risk of not recovering their investment in full. Investments in funds are not guaranteed by a guarantee fund created by the state or by any other type of guarantee. Previous results of the activity have no connection with the future results of an investment company. Future results are subject to taxation depending on the personal circumstances of each investor and may change in future periods. The documents are available in Bulgarian on the website www.karolcapital.bg, and upon request they can be obtained free of charge in paper form at the office of the Management Company. The fund is actively managed and does not follow an index. A summary of shareholder rights is available at https://karolcapital.bg/uploads/2023/Prava_na_pritejitelite.pdf