

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

30 June 2025

Fund Manager's Comment

The performance of the Bulgarian and Romanian markets in the first half of the year was broadly in line with the regional benchmark. SOFIX gained 2.6% in June, while BET rose by 2.4%. Equity turnover in Sofia was significantly higher (+71% MoM, driven by the successful IPO of the hydrogen company Green Innovation and increased trading in Sopharma shares by related parties. In Bucharest, trading activity eased by 7% compared to the previous month.

The top performer among SOFIX constituents was BREF, up by 8.8%. Investor interest in the real estate sector was buoyed by renewed activity in the office segment in Sofia, following FairPlay Properties' announcement of the sale of one of its office buildings, with a total built-up area of 12,500 sq.m., for EUR 23 mn. Meanwhile, BREF reported that occupancy rates at its Kambanite and Synergy Tower offices increased to 85% and 80%, respectively, with management expecting to lease 90% of the key business building in Sofia Tech Park by year-end. Another significant contributor to index performance was Sopharma, gaining 6.8% amid increased trading volumes. Related party Doverie Holding acquired around a 2% stake in the pharmaceutical company for a total of BGN 22.9 mn, providing financing for the second tranche of the major acquisition of a portfolio of pharmaceutical products across 10 markets announced last year. Sopharma's management expects the deal to have a highly positive impact, although it does come with elevated currency risk.

The Romanian market has so far demonstrated a surprising resilience to the proposed fiscal consolidation measures. On the revenue side, the government plans to raise various tax rates (VAT, social security contributions, dividend tax, etc.), alongside a freeze on public sector wages and administrative downsizing. The pace and scale of this tightening will inevitably weigh on economic activity in the coming year. Bank stocks appear most vulnerable to the restrictive fiscal policy, facing both limited lending growth and an increased sector-specific turnover tax (from 2% to 4%).

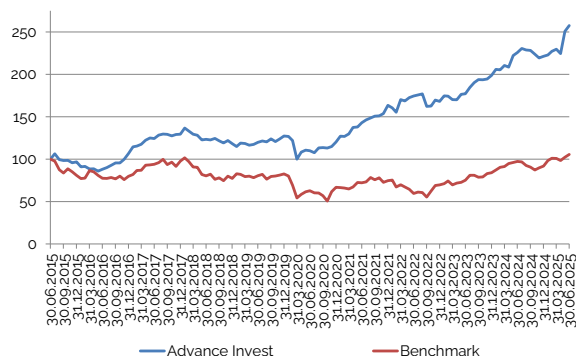
Fund shares rose by 2.7%. Sector wise, Bulgarian REITs had the highest positive contribution to the monthly return, followed by health care and tech stocks, as well as Romanian and Greek banks.

Fund Facts

Fund type	open-end
Fund Manager	Georgi Georgiev
Fund size	BGN 21.44 M
NAV/share	BGN 2.692
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 performance vs Benchmark

Past performance does not predict future returns.



Fund Identifiers

ISIN	BG9000014134
Reuters Lipper	68417296
Kod в Bloomberg	ADVIMFD BU

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Fund Results (30.06.2025)

	Fund	Benchmark
1 month	2.71%	3.20%
1 year	14.05%	8.41%
Year to Date	16.36%	14.96%
Since Launch (annualized)	4.89%	2.60%

Annual Performance

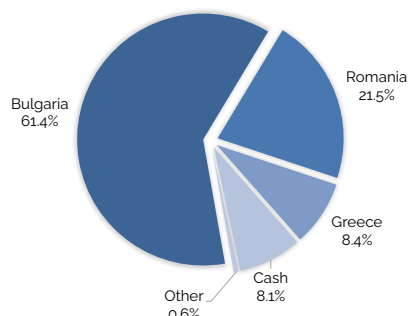
	Fund	Benchmark
2024	11.33%	9.27%
2023	18.25%	20.55%
2022	2.84%	-6.49%
2021	36.06%	11.71%
2020	-5.56%	-19.20%
2019	7.62%	6.91%
2018	-8.79%	-20.91%
2017	21.56%	22.39%
2016	10.02%	-1.29%
2015	-6.26%	-22.13%

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.msci.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

Financials	21.38%
IT	19.59%
Health Care	10.94%
Industrials	9.44%
Real Estate	8.42%
Energy	8.14%
Cash	8.11%
Consumer Discretionary	5.28%
Utilities	4.02%
Consumer Staples	3.47%
Other	0.61%
Materials	0.59%

5 Largest holdings

Shelly Group, Bulgaria, IT

Sopharma, Bulgaria, Health Care

Sirma Group Ad, Bulgaria, IT

Bulgarian Real Estate Fund Inc,
Bulgaria, Real estate

AGRIA GROUP HOLDING Ad,
Bulgaria, Industrials

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.karollcapital.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://karollcapital.bg/uploads/2023/Prava_na_pritejatel.pdf