

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 2022

Fund Manager's Comment

Volatility of Bulgarian and Romanian equities remained fairly low for a second consecutive month. Modest participation of foreign investors, value tilt of sector breakdown, as well as relatively thin liquidity on the two markets, has so far cushioned the blow of big sell-offs elsewhere.

The Bulgarian SOFIX posted a small loss of 0.8% in June. The most notable outperformer was A4L (+6.5%), as the IoT company delivered robust mid-term guidance. Among the advancers were also MSH (+5.7%), BREF (+5.4%) and CCB (+4.9%). For a second month in a row, the two listed Bulgarian banks, CCB and FIB (-11.7%), diverged significantly, with the latter underperforming by almost 70pp LTM.

Romanian BET declined 1.7%. Among index heavy-weight sectors energy maintained positive momentum, as well as stocks of Fondul Proprietatea, which were supported by a tender offer for ca. 5% of total shares at a decent premium to market price. Banks were under pressure, likely due to macro headwinds and fears of sector windfall tax to address the public budget deficit, similar to measures taken by other CEE governments.

The fund's NAV per share gained 1.2%, increasing the YTD outperformance vs the benchmark. Energy, real estate and IT positions contributed the most to the positive monthly return, while financials were the biggest drag on the fund's performance.

Fund Facts

Fund type	open-end
Fund Manager	Georgi Georgiev
Fund size	BGN 1111 M
NAV/share	BGN 1.8241
Launch date	10/05/2004
Benchmark	MSCI EFM Europe + CIS ex RU
Currency of account	BGN (1EUR = BGN 1.95583)
Subscription fee	up to 150%
Management fee	2.5 % NAV p.a.
Redemption fee	none
Minimum investment	none

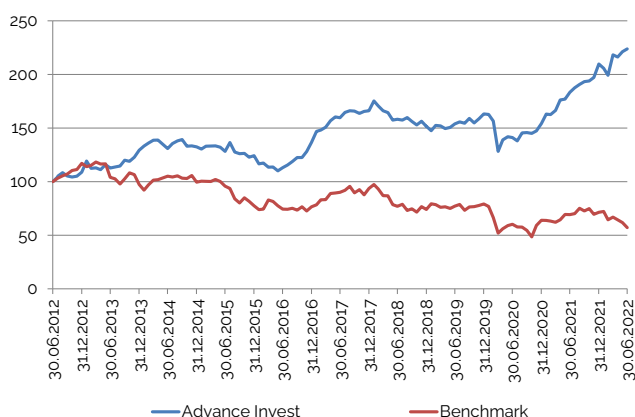
Fund Identifiers

ISIN	BG9000014134
Reuters Lipper	68417296
Код в Bloomberg	ADMVIMF BU

Fund Results

	Fund	Benchmark
1 month	1.18%	-7.65%
1 year	22.10%	-17.48%
Year to Date	6.75%	-20.11%
Since Launch (annualized)	3.37%	-0.22%

Fund performance vs Benchmark

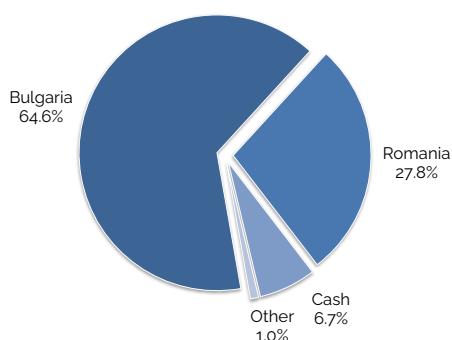


Annual Performance

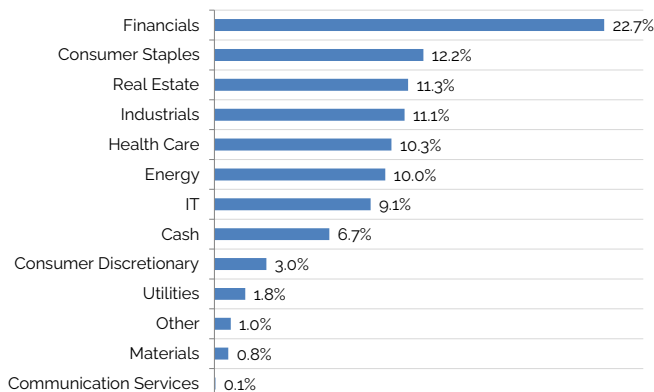
Year	Fund	Benchmark
2021	36.06%	11.71%
2020	-5.56%	-19.20%
2019	7.62%	6.91%
2018	-8.79%	-20.91%
2017	21.56%	22.39%
2016	10.02%	-1.29%
2015	-6.26%	-22.13%
2014	5.61%	2.24%
2013	18.95%	-16.81%
2012	-5.02%	34.08%
2011	-17.02%	-29.75%
2010	-11.73%	16.29%
2009	2.20%	51.49%
2008	-66.57%	-56.45%
2007	55.37%	20.71%
2006	31.20%	9.97%
2005	32.60%	51.04%
2004	38.00%	-17.05%

Portfolio Breakdown

Market Breakdown



Sector Breakdown



5 Largest holdings

Agria Group Holding Jsc (Bulgaria), Consumer Staples	Advance Terrafund REIT (Bulgaria), Real Estate	SOPHARMA AD (Bulgaria), Health Care	ELEVEN CAPITAL (Bulgaria), Information technology	OMV PETROM, Romania, Energy
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