

# 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 May 2022

### Fund Manager's Comment

Bulgarian and Romanian equities had relatively muted dynamics last month against the backdrop of sharp correction on DM. Drawdowns on the two markets were far from capitulation levels, thanks to lesser exposure to rate-sensitive growth stocks and concentration in value sectors.

The Bulgarian SOFIX index was almost flat at the end of May (-0.2%). The fund's leading core position Agria Group (AGH) was once again well bid after announced buyback programme and continuing insider buying by its majority shareholder. Among more liquid names Sirma Group Holding (SKK, +46%) was the biggest gainer, following an announcement for the sale of one of its subsidiaries, which is to be approved during the upcoming AGM. Central Cooperative Bank shares also posted strong return, up 20.2% last month, with prospects of euro adoption in 2024 likely acting as catalyst.

Romanian BET declined 1.7%. Among index heavy-weight sectors energy and financials maintained positive momentum. The top performers were two of the fund's positions, which were increased last month - Banca Transilvania (TLV, +6.3%) following strong 1Q22 results and OMV Petrom (SNP, +4.2%), after the revised offshore law was finally adopted.

The fund's NAV per share gained 2.3%, increasing the YTD outperformance vs the benchmark. Information technology and financial positions contributed more than 2/3 of the monthly return, followed by industrials, energy and healthcare stocks.

### Fund Facts

Fund type	open-end
Fund Manager	Georgi Georgiev
Fund size	BGN 11.13 M
NAV/share	BGN 1.8028
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

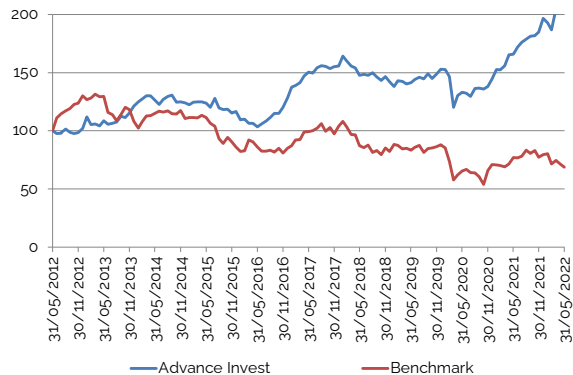
### Fund Identifiers

ISIN	BG9000014134
Reuters Lipper	68417296
Код в Bloomberg	ADVIMFD BU

### Fund Results

	Fund	Benchmark
1 month	2.33%	-4.01%
1 year	25.04%	-10.96%
Year to Date	5.51%	-13.49%
Since Launch (annualized)	3.32%	0.22%

### Fund performance vs Benchmark

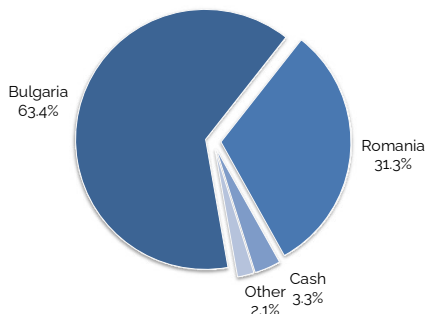


### Annual Performance

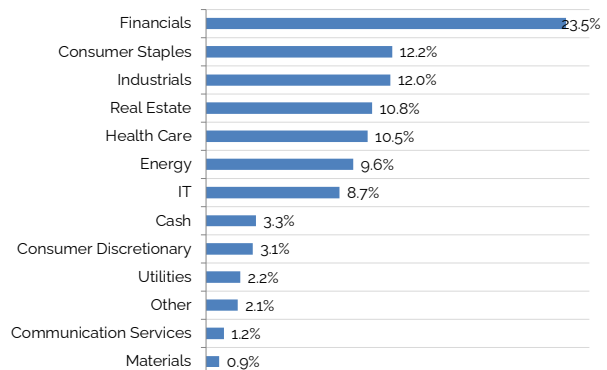
Year	Fund	Benchmark
2021	36.06%	11.71%
2020	-5.56%	-19.20%
2019	7.62%	6.91%
2018	-8.79%	-20.91%
2017	21.56%	22.39%
2016	10.02%	-1.29%
2015	-6.26%	-22.13%
2014	5.61%	2.24%
2013	18.95%	-16.81%
2012	-5.02%	34.08%
2011	-17.02%	-29.75%
2010	-11.73%	16.29%
2009	2.20%	51.49%
2008	-66.57%	-56.45%
2007	55.37%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

ELEVEN CAPITAL (Bulgaria), Information technology

SOPHARMA AD (Bulgaria), Health Care

OMV PETROM, Romania, Energy