



FUND OBJECTIVE

Advance Invest is an open-end mutual fund, investing in stocks listed on the stock exchanges of the Balkan EU members – Bulgaria & Romania. The fund's objective is to achieve capital appreciation through investments in leading companies representing the major sectors in these two countries. The fund is actively managed through bottom-up selection of undervalued stocks with high growth potential as determined by fundamental measures.

FUND MANAGER'S COMMENT

February proved to be a month of sentiment cool down and correction for the Bulgarian market after January had been marked by unprecedented euphoria surrounding Bulgaria's entry into the euro area. Facing a lack of new strong catalysts, the SOFIX index declined by 5.2% as market participants took profits. Liquidity remained high compared to the previous year but weakened on a monthly basis, with equity turnover falling by 29%.

Fourteen of the fifteen SOFIX constituents recorded declines. Sopharma was the only stock to post a gain, rising slightly by 1.7%. The largest negative contribution to the index's performance came from Shelly Group, whose shares fell by 12.9%. During the 4Q25 earnings call the company's management presented guidance for the current year, maintaining positive expectations for business outlook—around 35% revenue growth (mid-range) and an operating margin of about 25%. A likely reason for the disappointing share performance was the absence of new medium-term targets following the expiry of the current 2023–2026 strategy.

Romania's BET Index rose 3.4%. Among key sectors, banks led the gains (+6.0%), followed by utilities (+5.2%), while energy stocks lagged (-4.1%). The first IPO of the year was met with strong demand from both retail and institutional investors, including the EBRD. The subscription process for Electro Alfa — an electrical engineering and electrical equipment manufacturer — closed early after the retail tranche was oversubscribed 58 times.

Fund shares declined by 3.7%, pressured by a reversal in core Bulgarian positions following a very strong January. Sector-wise, technology stocks recorded the largest negative contribution, followed by financials and industrials. Energy, and consumer staples were relatively stable, while healthcare and utilities contributed positively to returns.



COUNTRY ALLOCATION

Bulgaria		62.44%
Romania		20.84%
Greece		8.98%
Cash		7.33%
Other		0.41%

SECTOR ALLOCATION

Financials		28.24%
IT		17.89%
Health Care		11.65%
Energy		9.38%
Cash		7.33%
Industrials		7.28%
Real Estate		6.90%
Consumer Discretionary		4.66%
Utilities		3.73%
Consumer Staples		2.07%
Materials		0.45%
Other		0.41%
Communication Services		0.00%

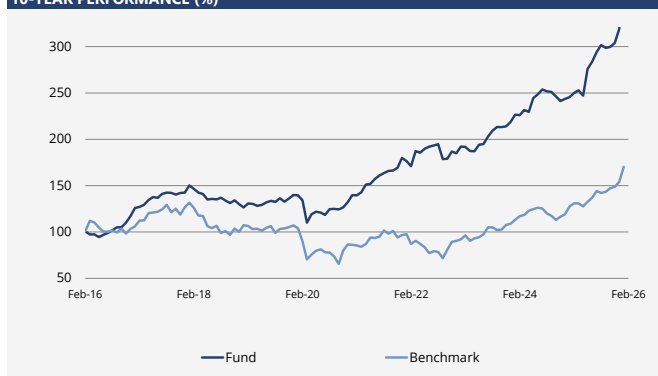
FUND FACTS

Fund Type	open-end
Fund Manager	Georgi Georgiev
Fund Size	EUR 16.68 M
NAV per Share	EUR 1.7227
Fund Launch Date	05.10.2004
Benchmark	MSCI EFM Europe + CIS ex RU
Currency	EUR
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
Bloomberg Code	ADVIMFD BU

10-YEAR PERFORMANCE (%)



Past performance is not a guarantee of future results.

PERFORMANCE*	Fund	Benchmark
1 month	-3.66%	-0.24%
YTD	11.20%	10.28%
1 year	41.95%	29.80%
3 years p.a.	22.75%	20.85%
5 years p.a.	20.52%	14.76%
10 years p.a.	13.42%	5.38%
Since Inception p.a.	2.57%	3.56%

CALENDAR YEAR PERFORMANCE*	Fund	Benchmark
2025	30.97%	29.43%
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%

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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.

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.

TOP 5 HOLDINGS

Holding name	Sector	Country
Sopharma	Health Care	Bulgaria
Shelly Group	IT	Bulgaria
Sirma Group Holding	IT	Bulgaria
HR Capital AD Sofia	Financials	Bulgaria
Bulgarian Stock Exchange	Financials	Bulgaria

Disclaimer: 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_pritejatelite.pdf

For further information visit: <https://karollcapital.bg/en/funds/1-advance-invest>