



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

The correction in Bulgarian equities continued in March, as the energy shock and rising global uncertainty further weighed on the strong local optimism seen at the start of the year. The blue chip index SOFIX declined by 6.4%. Unlike previous episodes of heightened global volatility, when the local market showed relative resilience, the increased integration via the Euro Bridge segment resulted in higher sensitivity to global shocks.

Software and technology stocks within the SOFIX weighed most heavily on performance. Sirma Group (-18.4%) was the biggest decliner, as the stock's debut in Frankfurt failed to attract meaningful investor interest amid dominant AI-disruption concerns in the sector. Wiser Technology exhibited similar dynamics, down by 16.0%. In addition to its significant exposure to clients in the Middle East, the company's guidance for 10% revenue growth in FY2026 fell short of investor expectations. Shelly Group was the largest negative contributor, with shares declining by 14.5% following an "activist attack" by a former relatively large foreign institutional investor. Although with some delay, the company issued an official response, convincingly refuting the allegations of channel stuffing.

Romania's BET Index showed resilience, declining only marginally by 1.1%. The banking sector was among the more stable in the region (-0.5%), amid divergent performance between the two listed banks. Among the other key sectors, utilities edged lower (-0.9%), while energy stocks posted gains (+3.1%).

Fund shares declined by 6.6%, reflecting continued pressure on key Bulgarian holdings. At the sector level, two-thirds of the losses were concentrated in technology and financial stocks. Only energy stocks posted modest gains. During the month, we increased our exposure to the Greek market, deploying available cash into financial and industrial names.



COUNTRY ALLOCATION

Bulgaria	60.52%
Romania	21.80%
Greece	10.61%
Cash	6.64%
Other	0.44%

SECTOR ALLOCATION

Financials	29.13%
IT	16.92%
Health Care	11.57%
Energy	10.03%
Industrials	7.39%
Real Estate	7.00%
Cash	6.64%
Consumer Discretionary	4.32%
Utilities	3.94%
Consumer Staples	2.07%
Materials	0.55%
Other	0.44%
Communication Services	0.00%

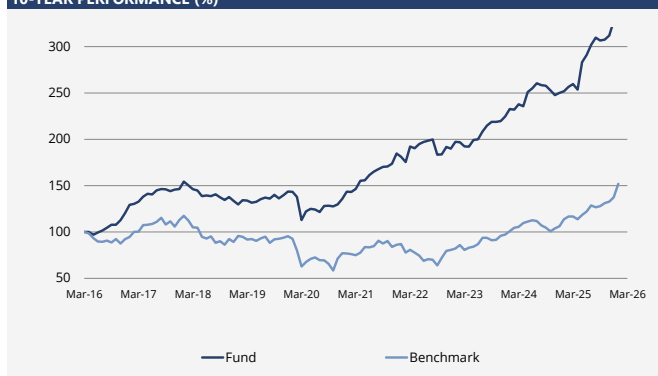
FUND FACTS

Fund Type	open-end
Fund Manager	Georgi Georgiev
Fund Size	EUR 15.61 M
NAV per Share	EUR 1.6084
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	-6.63%	-5.73%
YTD	3.82%	3.97%
1 year	31.01%	22.48%
3 years p.a.	20.91%	21.04%
5 years p.a.	18.33%	13.78%
10 years p.a.	13.02%	3.64%
Since Inception p.a.	2.24%	3.27%

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
Bulgarian Stock Exchange	Financials	Bulgaria
ROMGAZ S.A.	Energy	Romania

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_pritejatelitelte.pdf

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