

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.



31 August 2021

Fund Manager's Comment

Over the past month, stock markets in Sofia and Bucharest showed that even the summer holiday season cannot cool down the enthusiasm of investors looking for value in the CEE region. The interest was focused primarily on undervalued stocks with solid fundamentals.

The Romanian BET Index added 2.4% in EUR terms and 2.8% in RON in August. TeraPlast (TRP RO, +22.7%MoM) was the best performing stock, followed by Biofarm (BIO RO, +13.0%MoM) and Nuclearelectrica (SNN RO, +7.4% MoM). Among the biggest losers during the month were Electrica (EL RO, -8.3% MoM) and Electromagnetica (ELMA RO, -6.2% MoM).

The main index of the Bulgarian capital market (SOFIX) registered a slight decrease of 0.8% in August and ended the month at 566.10 points compared to just over 570 points at the end of July. YTD it has increased by 26.5%. The broader index BGBX40 added 1.3% during the month, making its YTD gain 26.7%. In August, the best performing stocks on BSE-Sofia were Telelink Business Services Group (TBS BU, + 8.8% MoM), followed by First Investment Bank (FIB BU, + 5.3% MoM) and Albena (ALB BU), + 2.9% MoM). Among the worst monthly performers were Doverie United Holding (DUH BU, -9.8% MoM), Eurohold Bulgaria (EUBG BU, -8.0% MoM) and Sirma Group Holding (SGH BU, -1.96%MoM).

In August the value of the fund's units increased by 1.6% while the benchmark index (MSCI EFM Europe + CIS ex RU) increased by 6.9%. Despite this, the fund maintains its strong performance vs the benchmark index both for the last year and in the long run.

Fund Facts

Fund type	open-end
Fund Manager	Tihomir Kaundzhiev
Fund size	BGN 9.23 M
NAV/share	BGN 1,5534
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	1.63%	6.93%
1 year	31.11%	30.44%
Year to Date	23.70%	17.39%
Since Launch (annualized)	2.58%	1.37%

Fund performance vs Benchmark

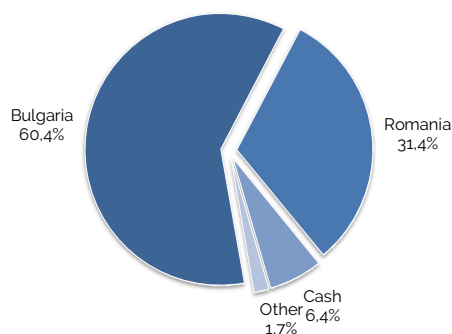


Annual Performance

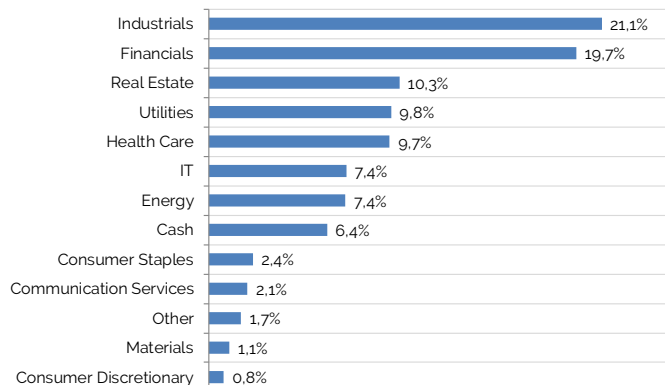
Year	Fund	Benchmark
2020	-5.56%	-19.20%
2019	7.62%	6.91%
2018	-8.79%	-20.91%
2017	21.56%	22.39%
2016	10.02%	-1.29%
2015	-6.26%	-22.13%
2014	5.61%	2.24%
2013	18.95%	-16.81%
2012	-5.02%	34.08%
2011	-17.02%	-29.75%
2010	-11.73%	16.29%
2009	2.20%	51.49%
2008	-66.57%	-56.45%
2007	55.37%	20.71%
2006	31.20%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

Portfolio Breakdown

Market Breakdown



Sector Breakdown



5 Largest holdings

CEZ AD (Bulgaria), Utilities

ELEVEN CAPITAL (Bulgaria), Information technology

Advance Terrafund REIT (Bulgaria), Real Estate

Agria Group Holding Jsc (Bulgaria), Industrials

SOPHARMA AD (Bulgaria), Health Care