

# 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 October 2022

### Fund Manager's Comment

Investors in Bulgaria and Romania were markedly less enthusiastic compared to the rest of the CEE region in October. The Bulgarian SOFIX was little changed last month (+0.5%), while the Romanian BET was only modestly up 1.5% last month. Trading activity was mixed, with volumes slightly rising in Sofia (+6% MoM), but dropping sharply in Bucharest (-42% MoM).

The Bulgarian SOFIX entered severe turbulence in early October, but eventually managed to recover. The sell-off came right after the fourth parliamentary election in 18 months, but that was merely a coincidence, rather than causality. The most notable outperformer was NEOH (+21.6%), as the stocks of the fertilizer company rallied after the energy regulator announced a 47% reduction for the price of natural gas for November. IoT manufacturer A4L (+10.7%) also posted robust gains, as the management revised upwards its FY guidance. At the bottom of the monthly ranking were SGH (-10.7%), BREF (-7.0%), DUH (-3.9%) and CCB (-3.9%).

In Romania, index-heavy financials and energy stocks stabilized, but risk-on appetite was lukewarm amid declining trading volumes. Shares of OMV Petrom (SNP, +13.4%) were an exception, as the company reported very strong Q32022 financial results.

The fund's NAV per share finished last month little changed (+0.2%), but kept a solid 16pp outperformance vs the benchmark YTD. Industrials, energy and materials positions contributed positively to the monthly return, while consumer staples, health care and real estate were a slight drag on the fund's performance.

### Fund Facts

Fund type	open-end
Fund Manager	Georgi Georgiev
Fund size	BGN 10.37 M
NAV/share	BGN 1.6999
Launch date	10/05/2004
Benchmark	MSCI EFM Europe + CIS ex RU
Currency of account	BGN (1EUR = BGN 1.95583)
Subscription fee	up to 1.50%
Management fee	2.5 % NAV p.a.
Redemption fee	none
Minimum investment	none

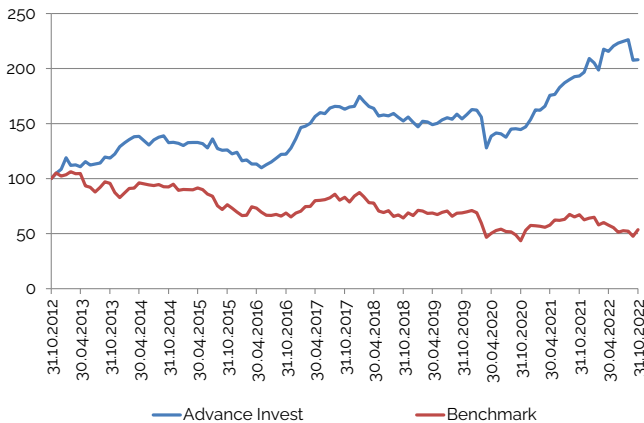
### Fund Identifiers

ISIN	BG9000014134
Reuters Lipper	68417296
Код в Bloomberg	ADVIMFD BU

### Fund Results

	Fund	Benchmark
1 month	0.19%	12.65%
1 year	7.60%	-20.07%
Year to Date	-0.52%	-16.36%
Since Launch (annualized)	2.91%	0.04%

### Fund performance vs Benchmark

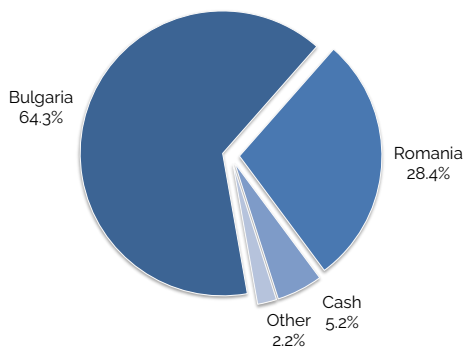


### Annual Performance

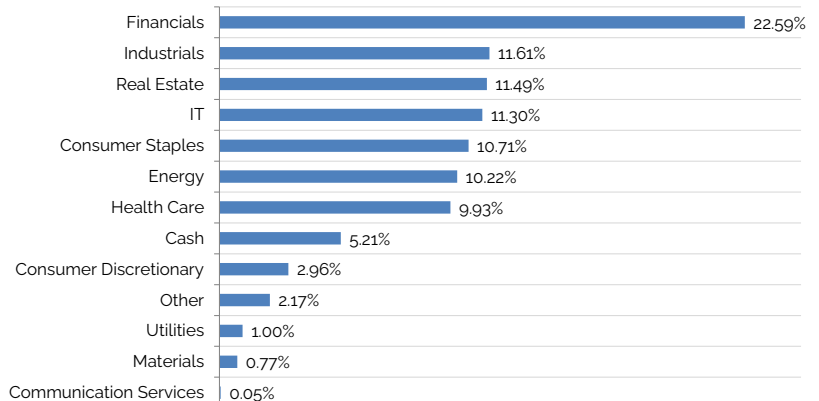
Year	Fund	Benchmark
2021	36.06%	11.71%
2020	-5.56%	-19.20%
2019	7.62%	6.91%
2018	-8.79%	-20.91%
2017	21.56%	22.39%
2016	10.02%	-1.29%
2015	-6.26%	-22.13%
2014	5.61%	2.24%
2013	18.95%	-16.81%
2012	-5.02%	34.08%
2011	-17.02%	-29.75%
2010	-11.73%	16.29%
2009	2.20%	51.49%
2008	-66.57%	-56.45%
2007	55.37%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