

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

28 February 2023

Fund Manager's Comment

Stock indices in Bulgaria and Romania maintained positive momentum in February despite the challenging global environment. The Bulgarian SOFIX gained 2.3%, while the Romanian BET added 1.4%. Trading activity in Sofia remained muted, even though the equity turnover was up slightly (+8% MoM). The average daily liquidity on the Bucharest Stock Exchange declined 4% MoM.

Among SOFIX constituents, SFA (+17.7%) had a major contribution for the monthly return of the index, as the healthcare stock was well bid by its majority shareholder. Other advancers were IoT maker A4L (+8.1%), as the 4Q22 financial results came expectedly strong, and industrial MSH (+5.4%). The worst performing name was TBS (-11.5%), following an announcement that the management is planning to scrap the generous dividend policy (50% pay-out of NI). With regards to the upcoming March rebalancing of SOFIX, there are three likely candidates for inclusion- BSE, SFT and MONB.

In Romania, the positive performance was led by index-heavy O&G names (+3.0%) and Fundul Proprietatea (+3.4%). At the same time, banks declined 1.4%, as investors were disappointed by the BoDs' recommendations of no-dividends from the 2022 profits.

The fund's NAV per share fell slightly in February (-0.2%). Our Health care positions had the largest positive contribution to the monthly return, followed by energy stocks. At the other hand, financials and industrials were a key drag for the performance.

Fund Facts

Fund type	open-end
Fund Manager	Georgi Georgiev
Fund size	BGN 11.12 M
NAV/share	BGN 1.8215
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

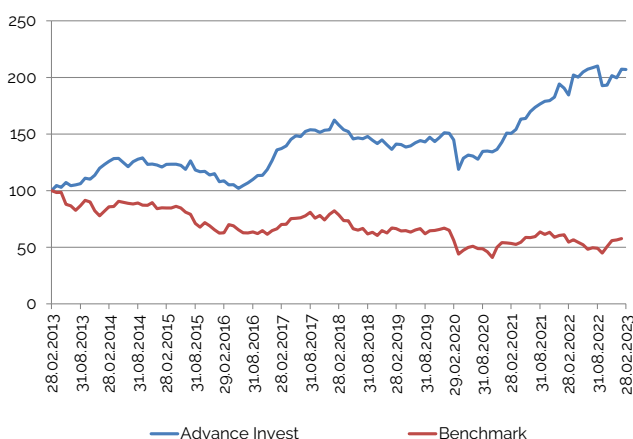
Fund Identifiers

ISIN	BG9000014134
Reuters Lipper	68417296
Код в Bloomberg	ADMVIMF BU

Fund Results

	Fund	Benchmark
1 month	-0.19%	4.50%
1 year	12.18%	10.43%
Year to Date	3.65%	6.53%
Since Launch (annualized)	3.24%	0.97%

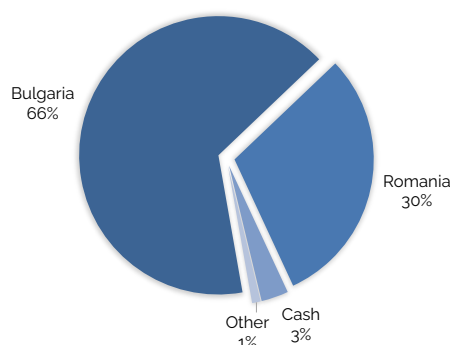
Fund performance vs Benchmark



Annual Performance

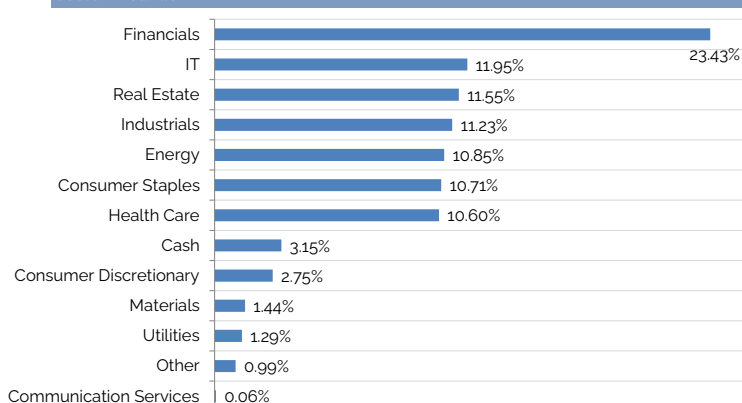
	Fund	Benchmark
2022	2.84%	-6.49%
2021	36.06%	11.71%
2020	-5.56%	-19.20%
2019	7.62%	6.91%
2018	-8.79%	-20.91%
2017	21.56%	22.39%
2016	10.02%	-1.29%
2015	-6.26%	-22.13%
2014	5.61%	2.24%
2013	18.95%	-16.81%
2012	-5.02%	34.08%
2011	-17.02%	-29.75%
2010	-11.73%	16.29%
2009	2.20%	51.49%
2008	-66.57%	-56.45%
2007	55.37%	20.71%
2006	31.20%	9.97%
2005	32.60%	51.04%
2004	38.00%	-17.05%

Market Breakdown



Portfolio Breakdown

Sector Breakdown



5 Largest holdings

Agria Group Holding Jsc (Bulgaria), Consumer Staples	Advance Terrafund REIT (Bulgaria), Real Estate	ELEVEN CAPITAL (Bulgaria), Information technology	OMV PETROM, Romania, Energy	SOPHARMA AD (Bulgaria), Health Care
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