

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.



Fund Manager's Comment

In July we witnessed a relatively quiet stock market against the backdrop of the dynamics during the first semester. The positive development of the stock market trend in Romania continued, while the Bulgaria is still looking for a clear direction. The results of the ECB's asset quality review of 6 local banks managed to inject a light dose of confidence in BSE-Sofia investors, but failed to arouse strong enthusiasm for purchases. A review of the quality of Bulgarian banks' assets has shown that the banking sector has seen a modest improvement over the past few years.

In July, the BSE-Sofia main index (SOFIX) lost 1.2%, ending the month at 580.68 points. CCB (+7.1%), "Sirma Group" (+5.2%) and "Doverie United Holding" (+3.8%) were the strongest performers of the month. The broader BGTR30 showed stability and fell by just 0.2%. Market participants were surprised by the news that "Sirma Group Holding" is offering a buyback of up to 19 mill own shares, or up to 32% of its capital, which led to a rapid increase in the company's shares. The corporate season showed that most Bulgarian publicly traded companies were unable to improve their profit margins, although sales revenues increased. The most positive reactions were owing to the results of "Advance Terrafund" REIT and "Sopharma Trading".

The Romanian stock market maintained its positive sentiment and continued to see new appreciations, which ranked it second in CEE. Romania's leading BET index posted a new strong appreciation of 4.4%, ending the month at 9204.15 points. In July, the Romanian market reached this new historic peak, fuelled by strong appreciation in the prices of "Alro Slatina" (+15.3%), "BRD Groupe" (+8.1%) and Banca Transilvania (+7.9%). Romania is due to release its first semester reports, which are likely to trigger additional optimism. In July, Advance Invest's NAV gained 1.28%, while the regional benchmark MSCI EFM Europe + CIS ex RU increased 1.91%. The fund's performance for longer periods continues to exceed that of its benchmark.

Fund Facts

Fund type	open-end
Fund Manager	Tihomir Kaundzhiev
Fund size	BGN 8.03 M
NAV/share	BGN 1.2692
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

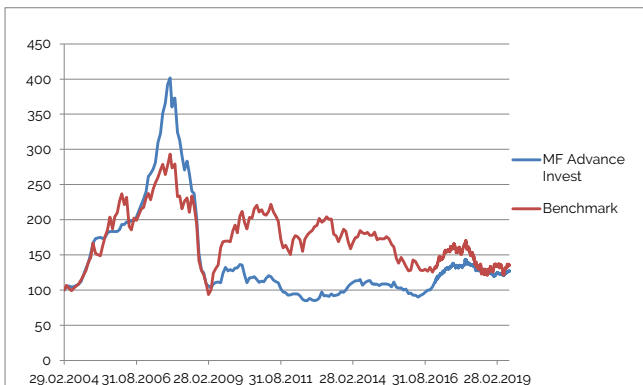
Fund Identifiers

ISIN	BG9000014134
Reuters Lipper	68417296
Код в Bloomberg	ADVIMFD BU

Fund Results

	Fund	Benchmark
1 month	1.28%	1.91%
1 year	-1.08%	-0.30%
Year to Date	2.80%	6.22%
Since Launch (annualized)	1.58%	1.86%

Fund performance vs Benchmark

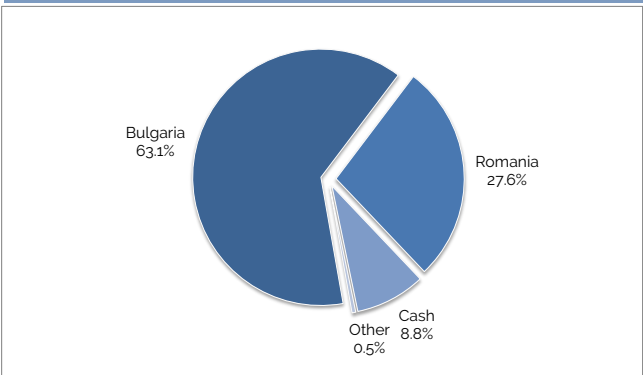


Annual Performance

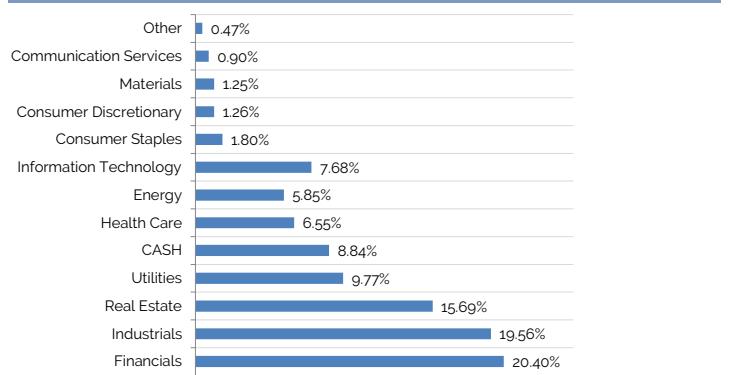
Year	Fund	Benchmark
2018	-8.79%	-20.91%
2017	21.56%	22.39%
2016	10.02%	-1.29%
2015	-6.26%	-22.13%
2014	5.61%	2.24%
2013	18.95%	-16.81%
2012	-5.02%	34.08%
2011	-17.02%	-29.75%
2010	-11.73%	16.29%
2009	2.20%	51.49%
2008	-66.57%	-56.45%
2007	55.37%	20.71%
2006	31.20%	9.97%
2005	32.60%	51.04%
2004	38.00%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

Portfolio Breakdown

Market Breakdown



Sector Breakdown



5 Largest holdings

CEZ (Bulgaria), Utilities	CHIMIMPORT AD (Bulgaria), Industrials	SOPHARMA AD (Bulgaria), Health Care	Bulgarian Real Estate Fund, (Bulgaria) Real Estate	ADVANCE TERAFFUND (Bulgaria), Real Estate
---------------------------	---------------------------------------	-------------------------------------	--	---