

STRATEGY

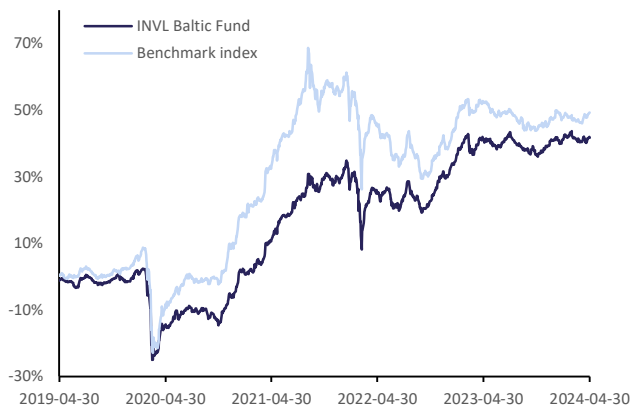
INVL Baltic Fund is investing into shares of companies listed on Baltic Stock Exchange or enterprises actively operating in the Baltic States. The fund is striving for maximum return by assuming high risk level. The fund focuses on long-term investments by identifying attractive economic sectors and picking undervalued companies.

Recommended investment period – more than 5 years.

FACTS

Management company	SB Asset Management
ISIN code	LTIF00000096
Inception date	2005-12-15
Minimum investment	EUR 0
AUM, EUR M	10.1
Management fee	2%
Subscription fee	0%
Currency	EUR
Countries of distribution	Lithuania, Latvia, Sweden, Denmark, Finland, Norway, Germany

For more information on the fund (prospectus, benchmark, results) please click on the link below:
<https://www.sb.lt/en/private/investing/investment-funds/invl-baltic-fund>

RESULTS


	Fund	Benchmark ***
Return YTD	0.5%	1.0%
Return 1Y	0.2%	-2.4%
Return 3Y	28.4%	12.7%
3 year annualized return	8.7%	4.1%
5 year annualized return	7.5%	8.3%
Volatility (St. deviation)*	11.4%	12.6%
Sharpe ratio**	0.7	0.7

FUND MANAGER COMMENT

World. April was marked by negative trends in world equities market. Slightly increased US inflation, strong Q1 GDP data and resilient private consumption caused market fears that central banks will not ease monetary policy as quickly as it was expected previously. "Higher for longer" – the new mantra dominated amongst analysts and investors. As a result, developed markets index decreased 1.9% (in euros). Conversely, rebound of low valued Chinese equities and higher commodities prices helped Emerging markets index to climb 0.6%. Meanwhile, Emerging Europe equities outperformed with 2.7% increase.

Baltic equities gained in-line with Emerging Europe. OMX Baltic Benchmark index climbed 2.0% and price of the Fund's units increased 0.9%. In April stocks of SEB (-1.5%) and Swedbank (-1.7%) decreased in line with a trend in developed markets and added to the negative contribution of the Fund's portfolio performance. On the very last day of the month Novaturas (-8.1%) published an audited report and proposal not to pay dividends motivating such decision by credit agreement with a bank. This was opposite of what investors were expecting and caused negative reaction. From positive contributors it is worth to mention Tallink Grupp (+4.2%). Investors welcomed record-high dividend proposal with a yield above 8%. Panevezio Statybos Trestas (+3.7%) jumped on the news that the company has signed 156 million euros contract with Ignalina Nuclear Power Plant for a construction of repository for radioactive waste. Polish insurer PZU (+4.6%) jumped with Polish financials.

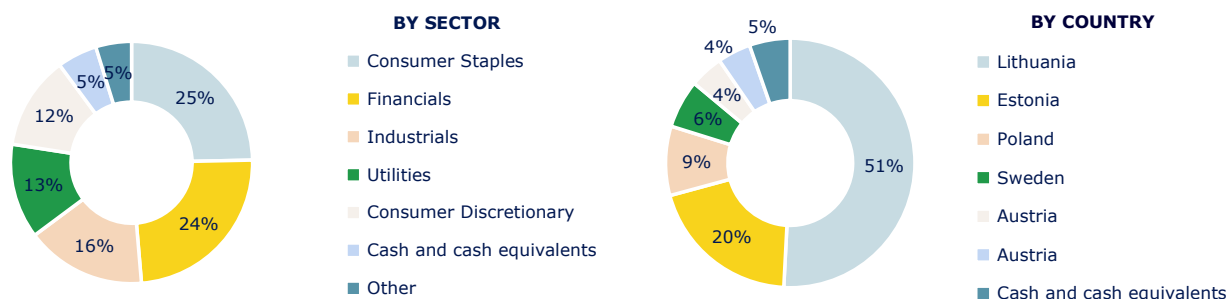
In April we did some rebalancing in the Fund's portfolio. We decided to reduce the stake in TKM Group as dividend trigger was rather weak and vanished, meanwhile, first quarter results showed flat sales but sharp decrease of the net profit by 35%. We slightly decreased our holdings of Vienna Insurance Group and Apranga aiming to keep the weights in our target range and simultaneously realized partial gains. We used cash received to buy more Tallink Grupp shares. Currently it trades at P/E ~6.2x and EV/EBITDA ~5.1 what is really cheap. In addition, dividend trigger is still in power. We also decided to restore the weight of Akola Group shares in the Fund's portfolio. Company seems too much oversold as its shares fell more than 10% this year and more than 40% from ATH, which was reached in February 2023. In accordance with our calculations, normalized multiples are extremely low: P/E ~5.5 and EV/EBITDA 4.5. In addition, company almost finished the construction of a new instant foods production factory and nearly will double the capacity up to 500 million units per year. This, for sure will have a positive impact on this year's profit and in the future.

*Standard deviation is used to measure risk. Standard deviation is an indicator that measures how strongly fund's daily return deviates from its mean. The lower the standard deviation the lower the fund's risk. The standard deviation value corresponds to the period shown in the historical returns graph.

**Sharpe ratio measures the performance of an investment compared to a risk-free asset, after adjusting for its risk. The greater a portfolio's Sharpe ratio, the better its risk-adjusted performance. Sharpe ratio value corresponds to the period since the inception date.

***Benchmark index:

100% OMX Baltic Benchmark Capped Gross Index.

BREAKDOWN OF INVESTMENTS

TOP 10 PORTFOLIO HOLDINGS

Tallink Grupp AS	9.3%	Industrials
Ignitis Grupe AB	9.1%	Utilities
Akola Group AB	9.0%	Consumer Staples
Siauliu Bankas AB	8.8%	Financials
Vilkyskiu Pienine AB	4.9%	Consumer Staples
AB Grigeo	4.8%	Materials
Powszechny Zaklad Ubezpieczen	4.7%	Financials
Apranga PVA	4.5%	Consumer Discretionary
Vienna Insurance Group AG Wien	4.3%	Financials
Amber Latvijas Balzams AS	4.3%	Consumer Staples

REASONS TO INVEST

- Main goal of the strategy is to provide return on Baltic capital markets. GDP growth in the last 5 years has been significantly higher in the Baltic States - on average 2.7% per annum, in comparison to the eurozone's 1.2% growth per annum (as of the end of 2022).
- Active fund management allows choosing only the most attractive companies based on their valuations, management quality, growth opportunities and positive triggers.
- Value creating engagement and shareholder activism is an important part of the strategy. Investment management team takes active participation approach in cases of misconduct regarding minority shareholders' rights and inappropriate corporate governance.

COMPANY

SB Asset Management is the investment management company of Šiaulių bankas group. The team of experienced investment managers is one of the largest and most capable in the Baltic States and has been managing clients' assets since 2003. Investment managers make investment decisions on behalf of more than EUR 1.2 billion of clients assets.

Investment managers are guided by the principles of long-term investing and fundamental investment analysis while specializing in Central and Eastern European equity and bond markets. The team flexibly take advantage of investment opportunities that arise in the markets. The managers' expertise is proven by consistently high ratings in international fund rankings.

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Before investing, please consider the funds' investment objectives, risks, and fees applied. To obtain more information about the fund, please visit www.sb.lt, where you can find fund's key facts, NAV's, Rules, Prospectus and KIID which contain this and other important information.

All funds presented in the factsheet has benchmark. Benchmark indexes and their composition is selected to more accurately reflect the fund's investment strategy, defined in fund Rules and Prospectus.

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