

STRATEGY

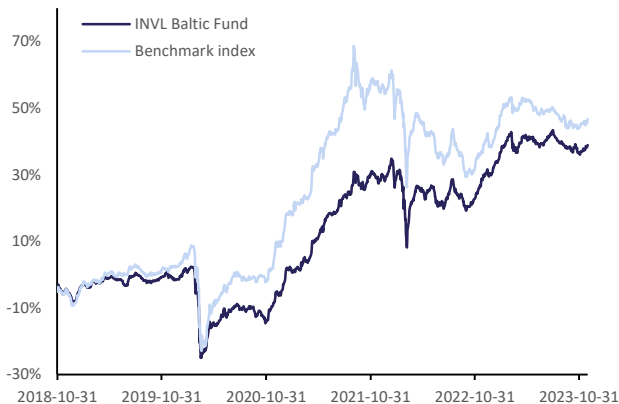
INVL Baltic Fund is investing into shares of companies listed on Baltic Stock Exchange or enterprises actively operating in the Baltic States. The fund is striving for maximum return by assuming high risk level. The fund focuses on long-term investments by identifying attractive economic sectors and 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	10.6
Management fee	0%
Subscription fee	2%
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/privatiems/investavimas/investiciniai-fondai/invl-baltijos-fondas>

RESULTS


	Fund	Benchmark ***
Return YTD	6.4%	5.7%
Return 1Y	7.2%	5.8%
Return 3Y	51.1%	38.5%
3 year annualized return	14.8%	11.5%
5 year annualized return	7.8%	9.1%
Volatility (St. deviation)*	11.4%	12.6%
Sharpe ratio**	0.7	0.7

FUND MANAGER COMMENT

World. Global equities rallied in November on falling inflation across developed markets and supportive economic data in the US, what reinforced a soft-landing scenario. Seems that FED and ECB finished rates increasing cycle. The Euro rallied versus the US dollar some 3%, so the performance of world equity indexes significantly differs when calculating in EUR or USD. Developed equities were the best performer and in euros gained 6.2% while emerging equities lagged a bit and increased 4.9%. Central and Eastern Europe equities following rally in October slowed down somewhat, but still went up 5.3%.

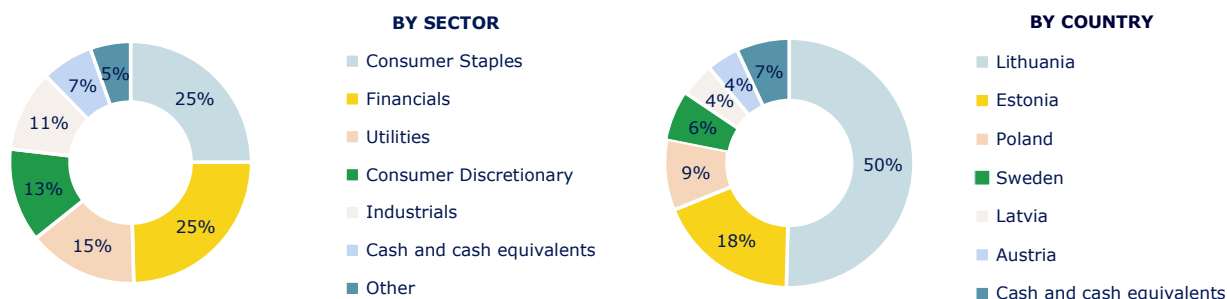
Baltic market. Our equities lagged the global trends but still printed positive gains: price of units of Baltic Fund increased 1.6% and Benchmark index – 1.9%. In our universe 15 stocks gained, 15 fell and 2 were unchanged. Investors were evaluating the third quarter results, which brought a mixed picture. In general, investors were only somewhat positive about better-than-expected results but quite negative on worse than expected ones. Siauli bank was the best performer as its shares jumped 16.2%. It was 2 major reasons for the strong performance: strong results and comparatively low supply at the tender offer buyout, which was launched by company to facilitate its obligations under employees’ options program. Investors welcomed revenue and profit growth of Grigeo (+7.5%) and Novaturas (+5.7%) but were cautious about “Ignitis Group” (-3.0%) despite of very supportive third quarter and 9 months results. The reason for that was comments of some populist politicians in public media to reconsider dividend policy. At this stage we treat this risk as truly overestimated, respectively have taken no actions. Meanwhile, another green energy producer reported a profit drop for the second quarter in a row, thus its shares were sold out while the price fell 8.4%. Slowing Estonian macro data negatively impacted shares of country’s listed banks: “Coop Pank” price fell 4.8% while “LHV Group” decreased 1.4%. Simultaneously our bet on Scandinavian banks again paid off: shares of SEB jumped 5.8% and Swedbank jumped 9.0%. On the trading side, we reduced weight of PZU and “Vienna Insurance Group”, simultaneously booked healthy profits. We also sold part of “Enefit Green” holding. Trailing 12 months valuation of the fund’s invested portfolio didn’t change: P/E~8.4, ROE 13.4% and dividend yield 4.2%.

*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

ŠIAULIŲ BANKAS	9.6%	Financials
LINAS AGRO GROUP AB	9.3%	Consumer Staples
AB IGNITIS GRUPĖ	8.9%	Utilities
ENEFIT GREEN AS	5.4%	Utilities
TALLINK GRUPP AS	5.0%	Industrials
APRANGA PVA	4.8%	Consumer Discretionary
INTER CARS SA	4.8%	Consumer Discretionary
AB GRIGEO	4.7%	Materials
TALLINNA KAUBAMAJA GRUPP AS	4.5%	Consumer Staples
Powszechny Zakład Ubezpieczeni	4.5%	Financials

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.

CONTACT
SB Asset Management

Gyneju 14, 01109 Vilnius, Lithuania

+370 687 29689

regimantas.valentonis@sb.lt

<http://www.sb.lt>

Performance presented in the factsheet represents only fund's past performance results, which is no guarantee for future results. Investment return and principal value will fluctuate, so your investments may have a gain or loss. Current today's performance may be higher or lower than that quoted in the factsheet. The Management Company does not guarantee fund's performance results or ensure profit against loss. Please visit www.sb.lt for most recent month-end performance.

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.

All information and review of funds' past performance results cannot be considered as personal recommendation to invest in investment funds, managed by SB Asset Management. Any information presented herein cannot be part or included in any transaction or agreement whatsoever. While this review was prepared and concluded based on the content of reliable sources, SB Asset Management is not responsible for any inaccuracies or changes in such information, including losses that may occur when investments are made based on information presented herein.