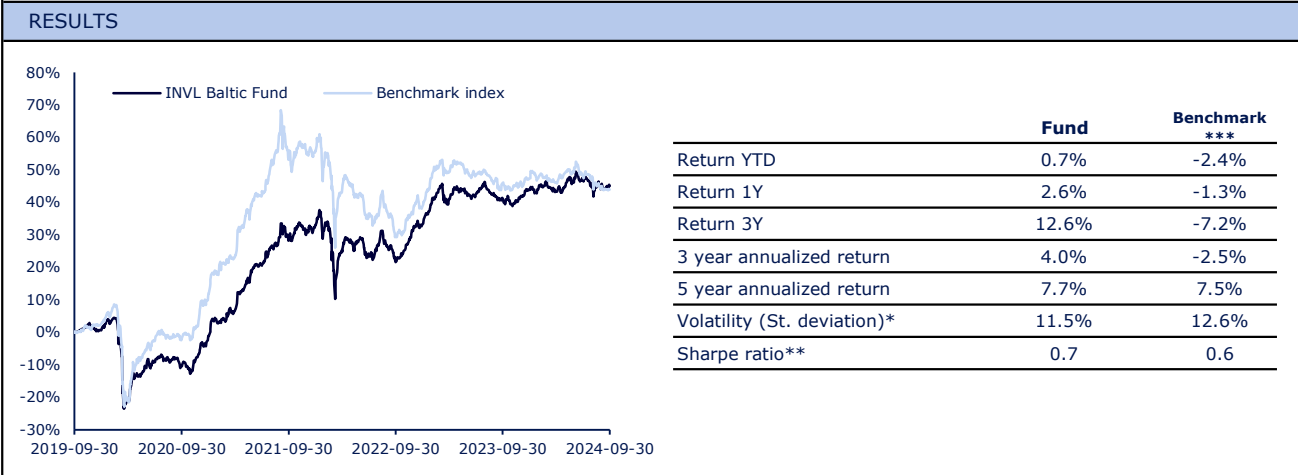


STRATEGY	FACTS																		
<p>INVL Baltic Fund is investing into shares of companies listed on Baltic Stock Exchange or enterprises actively operating in the Baltic States. The fund is striving for maximum return by assuming high risk level. The fund focuses on long-term investments by identifying attractive economic sectors and picking undervalued companies.</p> <p>Recommended investment period – more than 5 years.</p>	<table border="0"> <tr> <td>Management company</td> <td>SB Asset Management</td> </tr> <tr> <td>ISIN code</td> <td>LTIF00000096</td> </tr> <tr> <td>Inception date</td> <td>2005-12-15</td> </tr> <tr> <td>Minimum investment</td> <td>EUR 0</td> </tr> <tr> <td>AUM, EUR M</td> <td>9.9</td> </tr> <tr> <td>Management fee</td> <td>2%</td> </tr> <tr> <td>Subscription fee</td> <td>0%</td> </tr> <tr> <td>Currency</td> <td>EUR</td> </tr> <tr> <td>Countries of distribution</td> <td>Lithuania, Latvia, Sweden, Denmark, Finland, Norway, Germany</td> </tr> </table>	Management company	SB Asset Management	ISIN code	LTIF00000096	Inception date	2005-12-15	Minimum investment	EUR 0	AUM, EUR M	9.9	Management fee	2%	Subscription fee	0%	Currency	EUR	Countries of distribution	Lithuania, Latvia, Sweden, Denmark, Finland, Norway, Germany
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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>



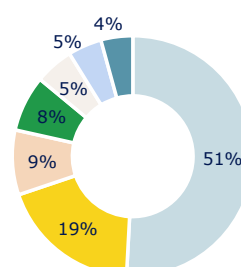
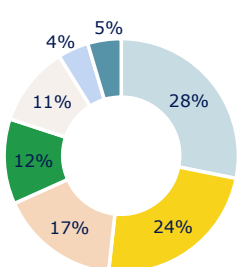
**FUND MANAGER COMMENT**

The first month of autumn brought positive returns, despite some intra-month volatility. The Federal Reserve finally started the long-anticipated rate-cutting cycle with a bold initial 50 basis point cut. New large stimulus measures in China sparked a strong rally in its stock market. Inflation continued to ease in both the US and Europe, leading investors to expect further rate cuts by the end of the year. The main scenario for the US economy remains a soft landing. Overall, Emerging Markets (+5.7%) notably outperformed Developed Markets (+0.9%). Central European equities (-1.8%) remained outside the global Emerging Markets rally.

Baltic equities also posted a negative return, as the price of the Fund’s units edged down 0.15%, while the benchmark index decreased by 0.6%. In our universe, losers (15) and gainers (14) were almost evenly split, with 2 stocks unchanged. The top performer of recent months, Vilkyskiu Pienine, corrected downward by 1.7%. However, other dairies performed well, including Rokiskio Suris (+5.0%) and Pieno Zvaigzdes (+3.7%). Novaturas (+5.0%) recovered part of its losses from previous months but remains one of the worst performers in the Baltics this year. Ignitis Group (+5.3%) was surprisingly the top performer in the Baltics. Despite a negative political backdrop ahead of the Parliamentary election this October, the company once again adhered to its dividend policy, approving another semi-annual dividend, with an annualized dividend yield exceeding 7%. The stock still trades at very attractive multiples: EV/EBITDA 5.3x and ROE 13%. Strong buyback expectations helped Siauliu Bank (+1.1%) outperform its Swedish and Estonian peers, which all posted negative stock price returns in September. Tallink Grupp (-1.7%) unexpectedly declined, but we predict a turnaround when the company reports its third-quarter results. Due to seasonality, the summer period is typically the most profitable. Moreover, next year’s dividend payout can be estimated with reasonable accuracy.

On the trading front, we were not very active. We slightly increased the weights of LHV Group, Apranga, and PZU. At the end of the month, the weighted average P/E of the invested portfolio was 6.6, with an ROE of 12.7% (excluding Novaturas and PST) and a dividend yield of 5.3%.

\*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**

Company Name	Percentage	Sector
Siaulių Bankas AB	9.6%	Financials
Akola Group AB	9.2%	Consumer Staples
Ignitis Grupe AB	8.9%	Utilities
Tallink Grupp AS	8.4%	Industrials
Apranga PVA	4.7%	Consumer Discretionary
AB Grigeo	4.6%	Materials
Vilkyskiu Plienine AB	4.6%	Consumer Staples
Vienna Insurance Group AG Wien	4.5%	Financials
LHV Group AS	4.4%	Financials
Powszechny Zakład Ubezpieczeń	4.4%	Financials

**REASONS TO INVEST**

- Main goal of the strategy is to provide return on Baltic capital markets. Real GDP growth in the last 5 years has been significantly higher in the Baltic States - on average 1.9% per annum, in comparison to the eurozone's 1.0% growth per annum (as of the end of 2023).
- 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 1.5 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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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](http://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](http://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.