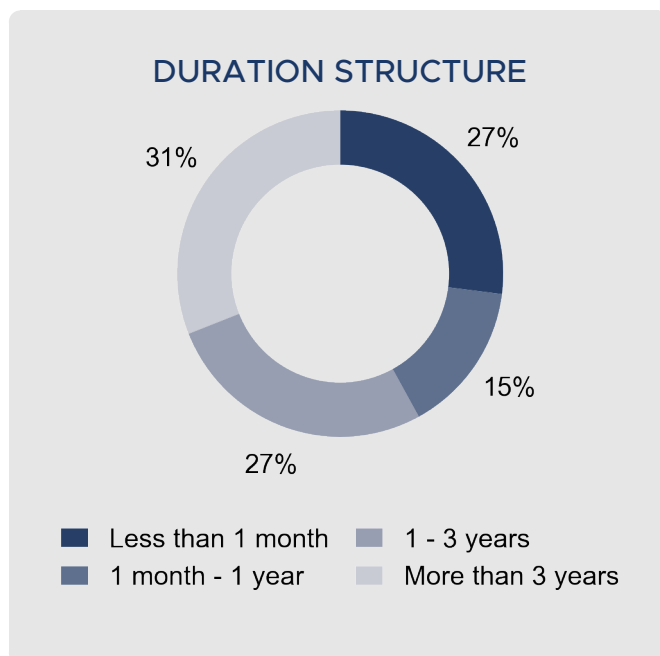
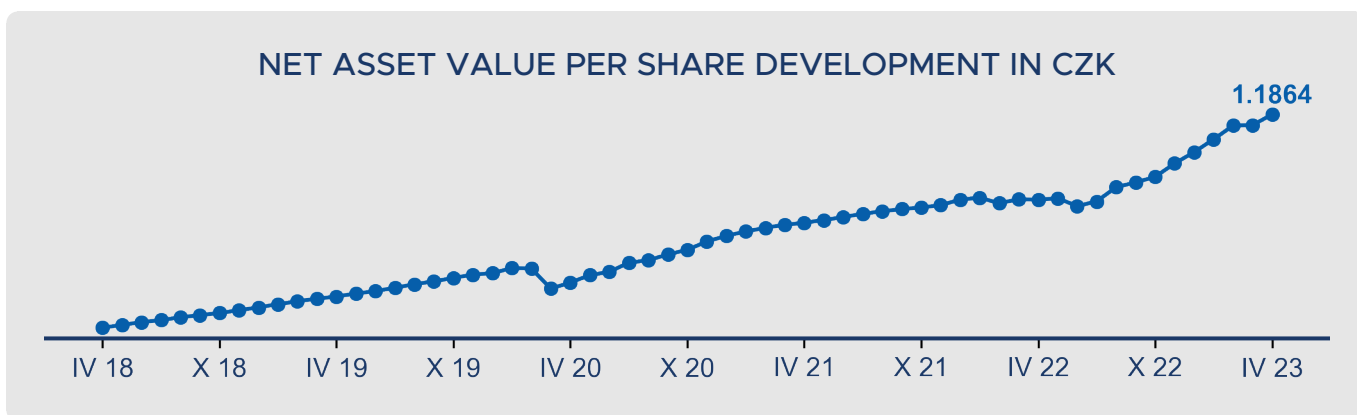


FOR DATE: **30.04.2023**

## FUND PERFORMANCE

<b>Assets under management:</b> 742 mil. Kč	<b>Investment share value:</b> 1.1864 Kč
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Time period	1M	3M	6M	12M	Since inc. p.a.
Performance	0.78 %	1.86 %	4.81 %	6.70 %	3.48 %



You may find the fund annual report for year 2022 here.

## MARKET UPDATE



April was a month of stabilization in global credit markets, as investors absorbed the impact of the March bankruptcies in the US banking sector and UBS's takeover of Credit Suisse. The action of the Central Banks via provision of liquidity windows enabled restructuring of other troubled banks in the US in late April and early May without a significant market impact. Commentators and investors thus focused again on persistent inflation and the likely continuation of the present high levels of policy interest rates through the summer months. A period of stable rates lowers market uncertainty over their direction but brings on risks of some distress and slowdown risk in the real economy as companies and consumers have to refinance debts at a higher cost.

In a close vote, the CNB kept interest rates flat at 7% at its early May meeting. Fears over wage pressures, currency stability and the government's delivery of an announced fiscal tightening package are all factors CNB MPC members are weighing when considering another interest rate rise. April's Czech consumer price inflation dropped to a 12.7% annual rate.

Mark Robinson, Member of the Investment Committee

## PORTFOLIO UPDATE



The portfolio's NAV rose +0.8% in April, taking the year-to-date return in 2023 to +2.9%, or +8.8% annualized. The Fund has kept this 8.8% annualized pace of return up since the end of June 2022 and the gross running yield of the portfolio components remains at a high 8.5%. Interest coupon income and bond prices recovering moderately from the March US/Swiss bank shocks helped deliver April's positive return, while our interest rate hedges stabilized. The Fund bought in April a new position in the 2024 bonds of the Czech armament manufacturer the Czechoslovak Group (CSG) and will continue to deploy its surplus liquidity very slowly as market opportunities arise.

Lubor Žalman, Founder of the fund

## DISCLAIMER

EnCor Funds SICAV, a.s. is a fund of qualified investors. Only a fully qualified investor within the meaning of ACT 272 of law no.240/2013 Sb., On Investment Companies and Investment Funds, can become an investor in the Fund. The investment company reminds investors that the value of the investment in the fund may vary, and the return of the originally invested amount of money is not guaranteed. Historic fund performance does not guarantee same or higher performance in the future. Investment in the fund is designed to yield returns in medium and long-term horizon and is therefore not suitable for short-term speculation. Potential investors should, in particular, consider specific risks that may arise from the investment objectives of the Fund as set out in its Statute. Investment objectives are reflected in the recommended investment horizon, as well as in fees and costs of the fund. Key Information about the Fund (KID) is available at [www.avantfunds.com/information-info/](http://www.avantfunds.com/information-info/) or [www.encorfunds.com](http://www.encorfunds.com). In paper form, the information can be obtained at AVANT Investment Company, a.s., CITY TOWER | Hvězdova 1716/2b | 140 00 Praha 4. This information is informative only and does not constitute a proposal for conclusion of a contract or public offer according to the provisions of the Civil Code.