

FOR DATE: **30.06.2023**

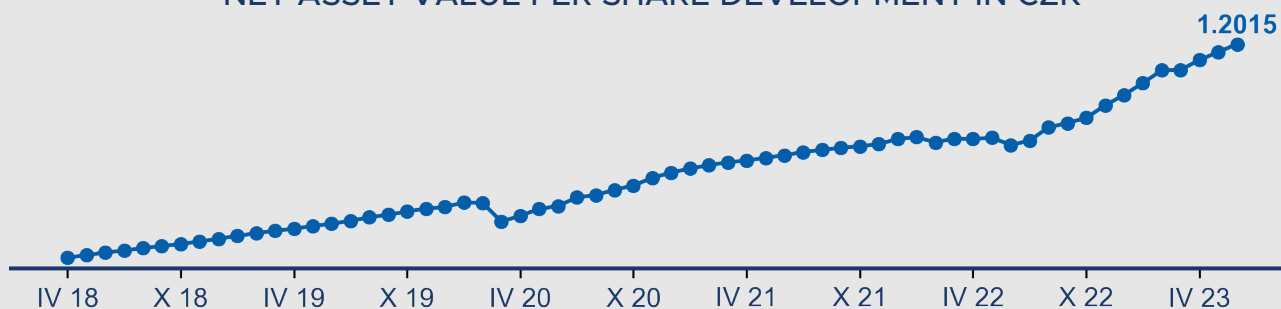
FUND PERFORMANCE

Assets under management:
737 mil. Kč

Investment share value:
1.2015 Kč

Time period	1M	3M	6M	12M	Since inc. p.a.
Performance	0.63 %	2.06 %	4.16 %	8.61 %	3.62 %

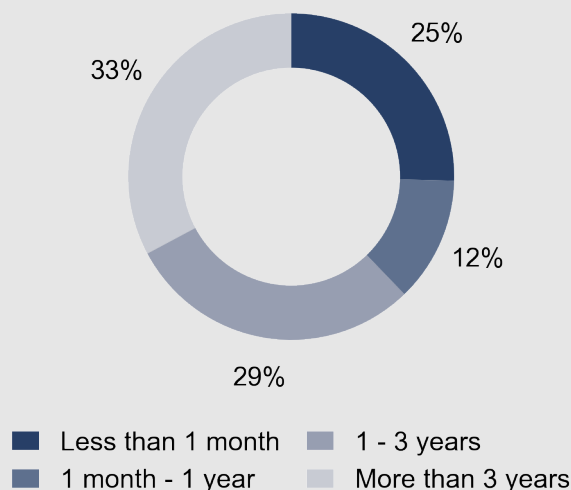
NET ASSET VALUE PER SHARE DEVELOPMENT IN CZK



TOP 10 POSITIONS IN PORTFOLIO

EPH 4.5/25	7%
ČS Eur 6.69/25	5%
PPF Telecom 3.25/27	5%
Wood reverzní repo	5%
Allwyn(Sazka) VAR/28	4%
AIR Bank VAR/29	4%
CZG VAR/27	4%
CSG VAR/24	4%
ZDR INVEST SICAV 7.5/24	3%
GTC 2.25/26	3%

DURATION STRUCTURE



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

MARKET UPDATE



June completed the whole second quarter of 2023 with stable conditions in global credit markets. More market participants are foreseeing inflation dropping from present high levels in the Eurozone. But Central Banks, including the US Fed and the ECB remain vigilant and thus not very likely to ease monetary policy in the near term. Central Banks keeping interest rates at these elevated levels increases the pressure on indebted corporates and consumers, meaning slow economic growth at best, or recessions ensuing. Yield returns on bonds are higher in the meantime.

The CNB kept its policy interest rates flat at 7% at its 21 June meeting and this policy rate level looks like sustaining well into Q4 2023. The CNB foresees disinflationary pressures taking inflation down to below their policy rate level in 6–12 months' time. June's Czech consumer price inflation fell to a 9.7% annual rate, mainly due to falling energy prices.

Mark Robinson, Member of the Investment Committee

PORTFOLIO UPDATE



The portfolio's NAV rose +0.63% in June, delivering a historical 12-month return of 8.6% and implying an annualised 2023 year-to-date return of 8.5%. The forward-looking gross running yield of the portfolio's components remains at a high 8.8%. These numbers are all clearly higher than prevailing CZK cash interest rates. Interest coupon income and rising prices in the Czech bond market universe helped June's performance. During the month, we bought bonds maturing in 2024 of the Central & Eastern European hydropower player EnergoPro and the 2027 bonds of Polish national power player Tauron. We received full repayment upon maturity of the bonds of property player Finep secured by the Hloubetin development in Prague. We continue to seek to deploy the Fund's surplus liquidity 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/ or www.encorfunds.com. In paper form, the information can be obtained at EnCor Asset Management, investiční společnost, a.s., Údolní 1724/59, Praha 4 - Braník. 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.