

FOR DATE: **31.07.2024**

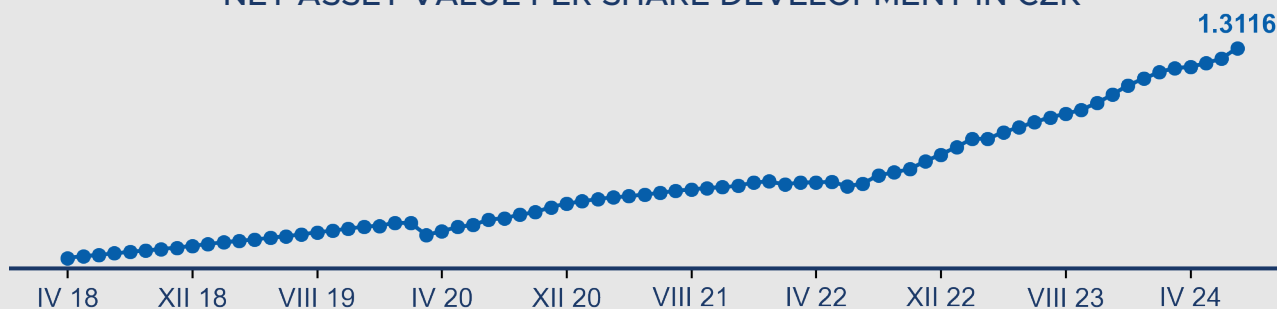
FUND PERFORMANCE

Assets under management:
1,983 mil. Kč

Investment share value:
1.3116 Kč

Time period	1M	YTD	12M	5Y	Since inc.
Performance	1.18 %	4.39 %	8.50 %	26.75 %	31.16 %

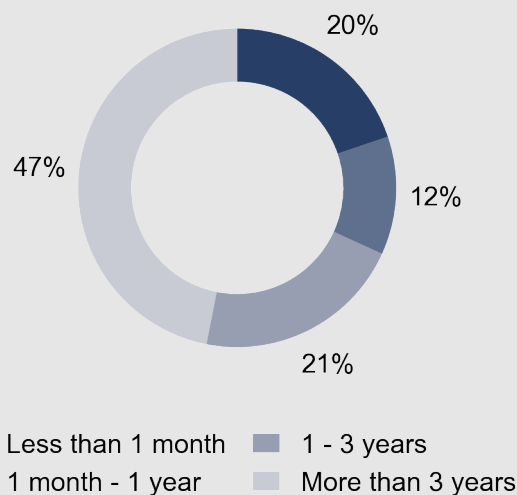
NET ASSET VALUE PER SHARE DEVELOPMENT IN CZK



TOP 10 POSITIONS IN PORTFOLIO

EPH 6.65/28	4%
Orlen 4.75/30	4%
EnCor Dluhopisový OPF	3%
EPH 4.5/25	3%
ČS 4.82/30	2%
CEZ 4.25/32	2%
ČS 6.69/25	2%
KKCG 7.75/29	2%
PPF Telecom 3.25/27	2%
CEZ 2.375/27	2%

DURATION STRUCTURE



You may find the fund annual report for year 2023 [here](#).

MARKET UPDATE



Rallying global bond and credit markets provided a strong tailwind for the Fund in July. Anticipation of further interest rate cuts from the ECB, the first rate reduction by the UK Bank of England and a likely first move down in this cycle by the US Federal Reserve in September all helped G10 government bond prices higher in July. The instability that hit equity markets in early August caused "safe haven" sovereign bond markets to rally further.

Just after the month end, the CNB again cut CZK policy rates by another -25bps. This is the sixth reduction in just 8 months, amounting to a total of -250bps from 7.0 % to 4.5 %. Inflation sitting at just 2.2 % year-on-year in July, just above the target level, provides some justification for these moves but those rate cuts have made returns on cash-in-bank much less attractive for their depositors.

Mark Robinson, Member of the Investment Committee

PORTFOLIO UPDATE



The portfolio's unit price jumped +1.2 % last month. The Fund's 4.4 % year-to-date performance plus the coupon income from the assets within the portfolio imply a likely return in 2024 significantly higher than cash-in-bank or inflation. The gross running yield-to-maturity of the Fund's holdings, taking into account rallying bond prices compressing yields, now sits at 6.1 %. During July, we purchased the new bond issues of Czech conglomerate KKCG Group and Ceska Sporitelna maturing in 2029 and 2031 respectively. We continue to diversify the portfolio to sustain returns around present levels.

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., Pernerova 691/42, 186 00 Praha 8 - Karlín. 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.