

INVESTMENT STRATEGY

The investment objective of the Fund is to achieve a persistent return with a low level of volatility over the long term and thus to overhaul the rate of inflation and returns on bank deposits in the long run. For this purpose, the Fund invests mainly in high-quality corporate bonds from issuers from the Czech Republic, supplemented by issuers from the EU and possibly other countries, in money market instruments, reverse repo operations and other fixed income instruments. To ensure stability, the fund will use hedging of exchange rate risk against CZK, or interest rate risk using financial derivatives. Current coupons are reinvested and are further appreciated. The Fund does not actively track any index or benchmark.

KEY INFORMATION

Fund Manager:	EnCor Asset Management
Administrator:	Wood & Company investiční společnost
Depository:	UniCredit Bank
Auditor:	Ernst & Young Audit
ISIN (class A):	CZ0008477924
Currency of quotation:	CZK
Date of founding:	7. August 2023
Date of inception:	1. December 2023
Liquidity	weekly
Management fee:	1,25 % p.a.

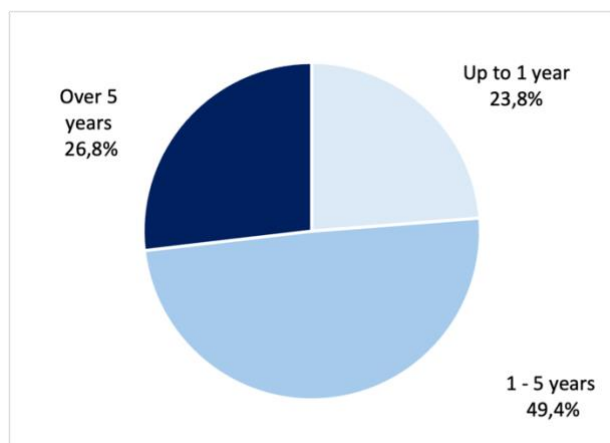
PERFORMANCE OF THE FUND AS OF 31. 5. 2025

Assets under management in the Fund: 531,7 mil. CZK

Unit price: 1,0836 CZK

Period	1M	3M	6M	YTD	1Y	3Y	Since inception
Return	0,83 %	0,77 %	1,98 %	1,67 %	6,03 %	-	8,36 %

PORTFOLIO COMPOSITION BY MATURITY



TOP POSITIONS IN THE PORTFOLIO

Instrument	Weight
EMUN GPC	4,3%
CEZ 4,125/31	4,0%
EPH 6,651/28	3,7%
EPH 5,875/29	3,6%
MND VAR/27	3,4%
CEZ 4,25/32	3,0%
CTPNV 4,75/30	3,0%
VOLKSBANK 5,5/35	3,0%
J&T Banka 4,5/31	2,8%
PKN 4,75/30	2,6%

PORTFOLIO MANAGER'S COMMENTARY

The removal, perhaps temporarily, of most of the tariffs that the US Administration imposed on the rest of the world on 2 April allowed international credit markets to calm in May. The 0.83% CZK-terms rise in our NAV reflected the improving sentiment. Benign Eurozone consumer and producer price inflation readings for last month, at 1.9% and 0.7% year-on-year respectively allowed the ECB to once again trim benchmark interest rates by 25 basis points at the beginning of June. The Czech National Bank had also moved policy rates down by 25bps at the beginning of last month, as Czech inflation is unthreatening at 2.4% year-on-year for May. The portfolio's gross yield-to-maturity dropped marginally to 5.3%, due to the rally in local and regional bond prices. Last month, we invested some of the Fund's surplus liquidity into the new issue of 2030 bonds of Ceske Drahy and the 2031 and 2034 bonds of J&T Banka and Austria's Volksbank. We increased our position in the 2029 issue of energy conglomerate EPH. We are continuing to diversify the portfolio in a relatively busy period for new issues.

IMPORTANT NOTICE

EnCor Dluhopisovy OPF is an open-end mutual fund according to Act No. 240/2013 Coll., on Investment Companies and Investment Funds. The fund manager, EnCor Asset Management, Investment Company, a.s. is subject to the supervision of the Czech National Bank. The manager warns investors that the value of the investment in the fund may go down as well as up and the return of the amount originally invested is not guaranteed. The performance of the Fund in previous periods does not guarantee the same or better performance in the future. An investment in the Fund is intended to provide a return over the medium and long term and is therefore not suitable for short-term speculation. In particular, potential investors should consider the specific risks that may arise from the investment objectives of the Fund as set out in its constitution. The investment objectives are reflected in the recommended investment horizon, as well as in the fees and expenses of the Fund. The Fund's Key Information Document (KID) is available at <http://www.encoram.com>. The information can be obtained in paper form from the company's registered office at EnCor Asset Management, investiční společnost, a.s., Pernerova 691/42, 186 00 Praha 8 – Karlín. The information provided is for information purposes only and does not constitute a proposal to conclude a contract or a public offer under the provisions of the Civil Code. More information can be found on the website <http://www.encoram.com>