EnCor Fixed Income Strategy

Sub-fund of EnCor Funds SICAV, a.s. | **September 2026**

INVESTMENT PLAN

The sub-fund's investment strategy is to grow investors' funds mainly through investments in sovereign and corporate debt instruments from various sectors, issued by issuers mainly from the Czech Republic, supplemented by issuers from the EU and the USA, while maintaining a low level of credit risk. In the case of foreign currencies, investments are hedged against currency risk in CZK. The sub-fund's investment strategy additionally includes the provision of secured loans, for example to developers with a proven track record of successful projects or companies with positive cash flow.

KEY INFORMATION

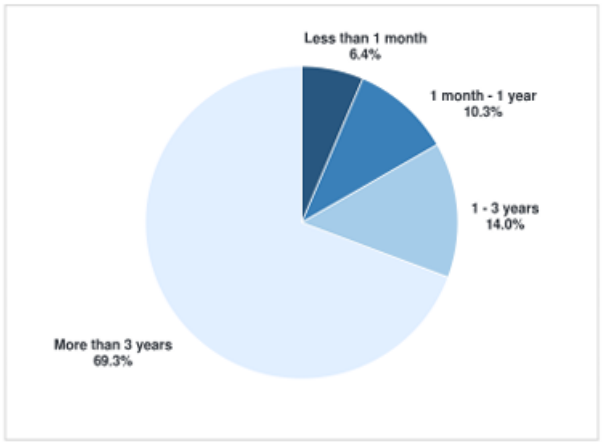
Manager:	EnCor Asset Management
Administrator:	WOOD & Company i.s. a.s.
Depositary:	UniCredit Bank
Auditor:	Ernst & Young Audit
ISIN:	CZ0008043106
Currency:	CZK
Date of creation:	13.2. 2018
Valuation as of:	1.5. 2018
Liquidity:	monthly
Management fee:	0,8 % p.a.
Total cost (TER):	1,1 % p.a.

FUND PERFORMANCE 30. 9. 2026

Assets under management: 2691,3 mil. CZK
Investment share value: 1,4260 CZK

Time period	1M	YTD	12M	5Y	Since inc.
Performance	-0.21 %	1.81 %	3.15 %	29.20 %	42.60 %

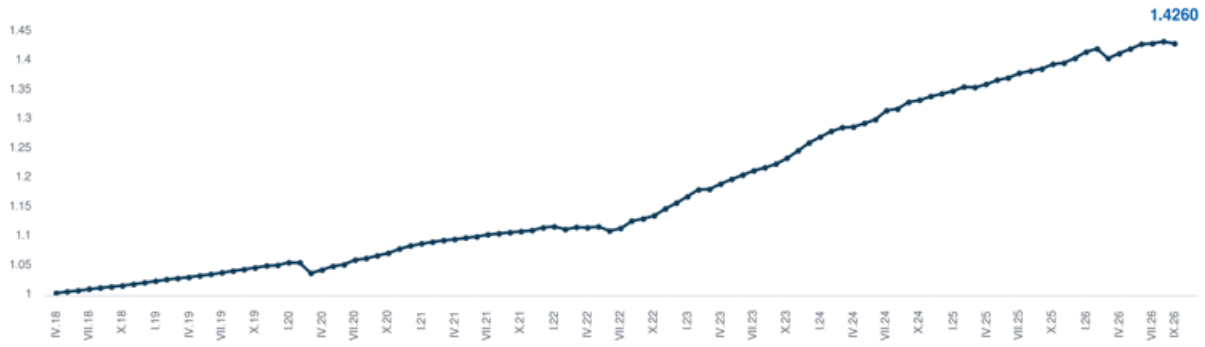
DURATION STRUCTURE



TOP POSITIONS IN PORTFOLIO

Instrument	Weight
EMUN GPC OPF	6.3%
MTK secured loan	3.7%
Orlen 4.75/30	2.8%
EPH 4.62/32	2.7%
EPH 6.65/28	2.5%
Moneta 4.41/30	2.5%
Colt 6.1/31	2.4%
Crestyl mezzanine loan	2.4%
MND VAR/27	2.2%
CSG 5.75/30	2.1%

NET ASSET VALUE PER SHARE DEVELOPMENT IN CZK



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MARKET REVIEW AND OUTLOOK



Worries over inflation and political developments saw European credit markets sell off in September. Government bond markets around the world are reflecting both political uncertainty, especially in France, Germany and the US and the prospects of higher inflation almost everywhere. Oil prices again rose in September. Eurozone inflation spiked to 3.8% and the ECB raised euro policy rates 25bps last month, attempting to bring the pressure of price rises under control. The CNB chose not to hike local interest rates in their September meeting: Czech inflation edged up to 2.5%. On top of these macro factors, some of the world's largest Tech companies have tapped debt markets in recent months to fund the expansion of their AI businesses. This, mainly-USD, issuance has acted to widen global corporate credit spreads moderately..

Mark Robinson, Member of the Investment Committee

PORTFOLIO REVIEW



The Fund’s NAV slipped -0.2% in September. Coupon income from the portfolio's bond holdings, the large weight in the energy sector and our interest rate swap hedging all helped to limit the loss. The interest rate swaps aid the portfolio through reducing sensitivity to further benchmark yield increases. During September, we sold the portfolio's positions in two USD-denominated senior loan ETFs and our holding in Banka Creditas 27 was called in full. This selling of lower-yield holdings and the reduction in market prices both helped to raise the Fund's gross yield-to-maturity to 6.5%. We have not seen this level of potential annualised return since April 2024. This return looks attractive for investors relative to both current and expected inflation and bank deposit rates.

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.