

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:	AVANT investiční společnost, a.s.
Depository:	Česká spořitelna, a.s.
Auditor:	Ernst & Young Audit
ISIN:	CZ0008043106
Currency:	CZK
Date of creation:	11.1. 2018
Valuation as of:	1.5. 2018
Liquidity:	monthly
Management fee:	0,8 % p.a.
Total cost (TER):	1,1 % p.a.

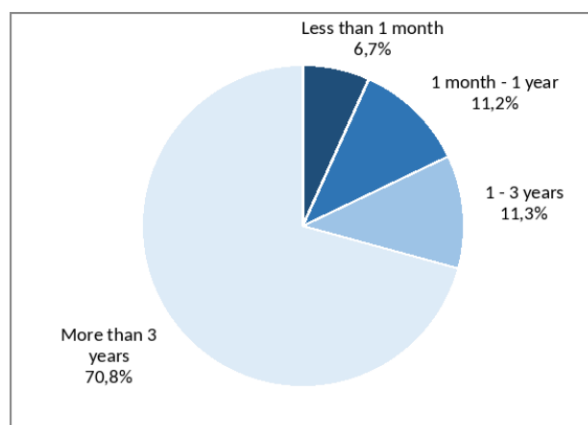
FUND PERFORMANCE 30. 6. 2026

Assets under management: 2758,1 mil. CZK

Investment share value: 1,4245 CZK

Time period	1M	YTD	12M	5Y	Since inc.
Performance	0,57 %	1,70 %	4,17 %	29,89 %	42,45 %

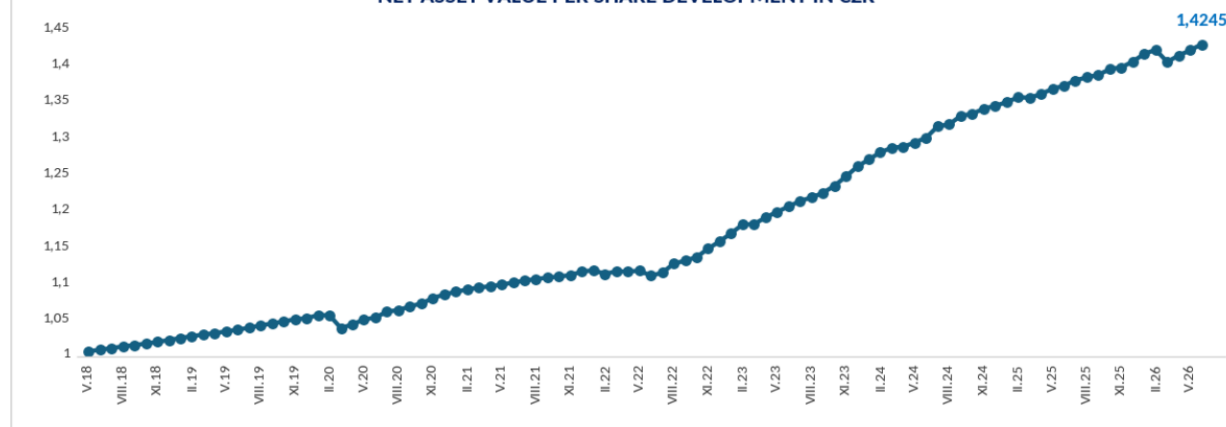
DURATION STRUCTURE



TOP POSITIONS IN PORTFOLIO

Instrument	Weight
EMUN GPC OPF	6,0%
Zajištěná půjčka MTK	3,6%
Orlen 4.75/30	2,8%
EPH 4.62/32	2,7%
Colt 6.1/31	2,5%
EPH 6.65/28	2,4%
Moneta 4.41/30	2,4%
MND VAR/27	2,2%
CSG 5.75/30	2,2%
Mezaninová půjčka Crestyl	2,0%

NET ASSET VALUE PER SHARE DEVELOPMENT IN CZK



MARKET REVIEW AND OUTLOOK



European and Czech sovereign bond and credit markets absorbed the first interest-rate hikes from the ECB and the CNB in June, the first in 3 and 4 years respectively. Both central banks raised their key rates by 0.25% in response to the likelihood of higher inflation in the second half of 2026 and through 2027. Actual June consumer inflation figures, however, were favourable: annual inflation reached 2.8% in the eurozone and just 1.5% in the Czech Republic. Food and energy prices are expected to rise in the coming months, particularly following the resumption of hostilities in the Persian Gulf region in July.

Mark Robinson, Member of the Investment Committee

PORTFOLIO REVIEW



The Fund's unit price rose 0.57% in June, translating to an annual return of 4.2%. Fund performance was again supported last month by coupon income from portfolio positions. The Fund is currently positioned to absorb the risk of higher inflation and a potential rise in market interest rates in the coming months. This is supported by our interest-rate swap hedging positions as well as our exposure to the energy sector, which currently accounts for 21% of the Fund's net asset value. A gross yield-to-maturity of 6.1% points to a potential annual return that remains attractive relative to both current and expected inflation, bank deposit rates, and the medium-term level of central bank policy 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.