

INVESTMENT PLAN

The Fund's investment objective is to achieve stable long-term appreciation at low levels of volatility, thus outperforming inflation and bank deposit returns over the long term.

For this purpose, the Fund invests mainly in high-quality corporate bonds issued by issuers mainly from the Czech Republic, supplemented by issuers from the EU or other countries, money market instruments, reverse repo operations and other fixed-income instruments. To a lesser extent and depending on the expected development of the markets, the Fund may also invest in riskier asset classes such as equities or commodities. The Fund will use partial or full hedging of foreign exchange risk against the CZK and interest rate risk through financial derivatives to ensure stability or increase returns.

Interim earnings are reinvested and further appreciated. The fund does not actively copy any index or benchmark, but aims to outperform the inflation rate in the Czech Republic over the long term.

KEY INFORMATION

Fund type:	Special collective investment fund, open-end mutual fund (OPF)
Security:	Class A Share Certificate
ISIN:	CZ0008477924
Date of foundation:	7 August 2023
Currency:	CZK
Expected net return:	1-2% above bank deposit yields
Expected risk:	Low
Investment horizon:	3 years
Fund manager:	EnCor Asset Management, investiční společnost, a.s.
Management fee:	1.25% p.a.
Performance fee:	10% of positive annual return (high-water mark principle)

WHY INVEST IN THE FUND?

HIGHER YIELD THAN IN THE BANK

The Fund invests in investment instruments, particularly high quality bonds and reverse repos, which have a higher yield than bank deposits.

When holding unit certificates for more than three years, the return is exempt from income tax for the individual investor, unlike, for example, interest on fixed-term deposits. Thus, the expected net return of the fund is 1-2% per annum above the return on bank deposits.

In addition, when interest rates fall, the fund has the opportunity to benefit from this situation, unlike bank deposits and money market funds.

WEEKLY LIQUIDITY

Valuation of the fund and unit value is carried out once a week. The current price is available to each investor on the client portal.

Redemption of a unit can be made at any time, settlement is at the price at the next weekly valuation and the money is paid out generally within 14 days of the valuation.

It is possible to sell units with a minimum value of CZK 1,000, as well as a minimum residual value of CZK 1,000.

EXPERIENCED TEAM

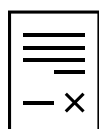
The EnCor team has successfully managed the EnCor Fixed Income Strategy bond fund for over five years.

In the time since 2018, the fund has had one of the highest returns among funds in the market with a similar bond or conservative strategy and has delivered positive returns to investors in every year.

The strategy is based on a thorough risk assessment of each investment in the fund at the level of bank credit portfolio management.

EnCor is now making this strategy and expertise available to retail investors in the form of the EnCor Conservative OPF.

EXAMPLES OF INVESTMENT INSTRUMENTS IN THE FUND



Quality corporate bonds



Secured debt of Czech companies



Bond ETF with rating



Reverse repo operations



Treasury bills



Other preserv. instruments

EXPERIENCED AND TRUSTWORTHY TEAM



Lubor Žalman

Partner EnCor Asset Management, Chairman of the Board of Directors

- Over 25 years in senior positions in financial institutions
- CEO of Raiffeisenbank ČR, Director of Financial Markets Division at Komerční banka, consultant at McKinsey & Company



Jan Kubín

Partner EnCor Asset Management, Vice-Chairman of the Board

- More than 20 years of experience in financial services and strategy consulting
- Chief Financial and Operations Officer of Raiffeisenbank ČR, Chief digital officer of RBI, consultant at McKinsey & Company



Mark Robinson

Senior Portfolio Manager, Member of the Board of Directors, EnCor Asset Management

- Over 20 years of experience in portfolio management and capital markets analysis
- Fund Manager at JP Morgan Fleming in London, Analyst at UCB/CAIB, WOOD & Company, Colliers

WHO IS THE FUND SUITABLE FOR?



A conservative component of a diversified portfolio for almost every investor



Conservative investors looking to protect family savings from inflation



Experienced investors who do not have the capacity to do their own bond analysis



Investors looking to temporarily store money, e.g., settling an inheritance or after selling a property



Municipalities and JVUs with funds for operations and investments that require liquidity



Non-profit organisations with conservative asset management rules

HIGH-QUALITY SERVICE PROVIDERS

MANAGER

EnCor Asset Management, Investiční společnost, a.s.

ADMINISTRATOR

WOOD & Company Investiční společnost a.s.

DEPOSITARY

UniCredit Bank Czech Republic and Slovakia, a.s.

AUDITOR

Ernst & Young Audit s.r.o.

IMPORTANT NOTICES

EnCor Conservative, open-end mutual fund 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. 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>. In paper form, the information can be obtained from the registered office of EnCor Asset Management, investiční společnost, a.s., Údolní 1724/59, 147 00 Prague 4 - Braník. 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>.