



# EnCor Fixed Income Strategy

Sub-fund of EnCor Funds SICAV, a.s.

ISIN: CZ0008043106 | FUND CURRENCY: CZK

FOR DATE: **31.08.2024**

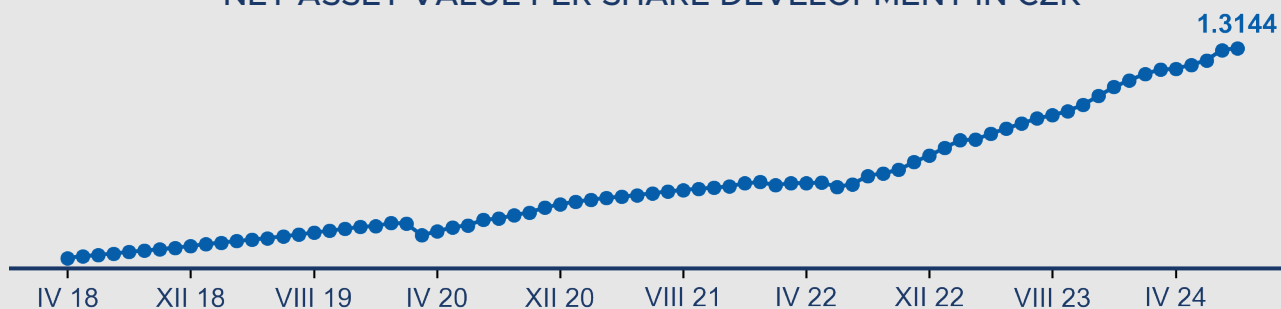
## FUND PERFORMANCE

Assets under management:  
1,996 mil. Kč

Investment share value:  
1.3144 Kč

| Time period | 1M     | YTD    | 12M    | 5Y      | Since inc. |
|-------------|--------|--------|--------|---------|------------|
| Performance | 0.21 % | 4.62 % | 8.28 % | 26.63 % | 31.44 %    |

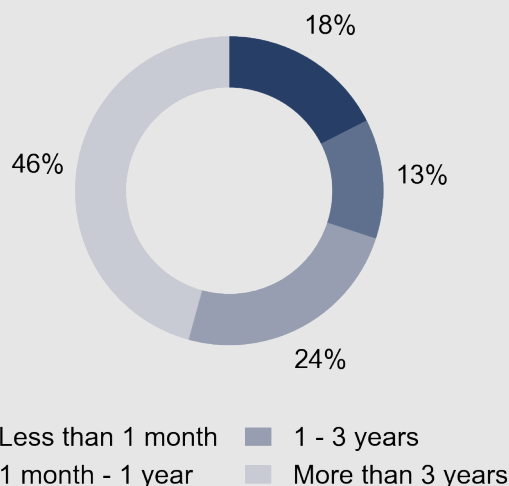
### NET ASSET VALUE PER SHARE DEVELOPMENT IN CZK



### TOP 10 POSITIONS IN PORTFOLIO

|                       |    |
|-----------------------|----|
| EPH 6.65/28           | 4% |
| EnCor Dluhopisový OPF | 3% |
| Orlen 4.75/30         | 3% |
| EPH 4.5/25            | 3% |
| MND VAR/27            | 2% |
| ČS 4.82/30            | 2% |
| CEZ 4.25/32           | 2% |
| KKCG 7.75/29          | 2% |
| ČS 6.69/25            | 2% |
| Allwyn 7.25/30        | 2% |

### DURATION STRUCTURE



You may find the fund annual report for year 2023 here.



## MARKET UPDATE



Rallying European credit markets again provided a solid backdrop for the Fund in August: government bond markets on both sides of the Atlantic priced in the interest rate cuts executed by the US Federal Reserve and the ECB in September. This backdrop enabled Central & Eastern European credit markets to largely ignore the more volatile global equity market conditions observed during August and September.

In the CZ marketplace, the CNB again cut CZK policy rates by another -25bps at the beginning of August. This is the sixth reduction in just 8 months, amounting to a total of -250bps from 7.0 % to 4.5 %. August's Czech consumer price inflation rate ticked up to 2.2 % year-on-year, with the deflationary trend in local food prices perhaps coming to an end.

Mark Robinson, Member of the Investment Committee

## PORTFOLIO UPDATE



The Fund's NAV ticked up 0.2 % during August, keeping the 12-month return at a high 8.3 % level. Our 4.6 % return so far this year easily eclipses the prevailing Czech inflation rate and available interest rates from cash-in-bank. Coupon income from the portfolio's assets helped performance in August, while the Fund's hedging costs detracted last month. Our August purchase of the 2029 bonds of Banca Creditas took the number of portfolio holdings to 79. We also added last month to our positions in the bonds of Czech power player MND, CEE real estate major CTP and lottery/gambling conglomerate Allwyn. These purchases helped to maintain the portfolio's gross running yield at 6.0 % and we continue to look to deploy the Fund's liquidity into attractively-yielding opportunities.

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/](http://www.avantfunds.com/information-info/) or [www.encorfunds.com](http://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.