

GENERAL INFORMATION

| | | | |
|---------------------|-------------------|------------------------------------|------------|
| Start of operations | 2022 07 01 | Unit value of investment direction | 105,78 EUR |
| Net asset value | 18 892 262,25 EUR | Management fee | 1,10 % |

INVESTMENT STRATEGY

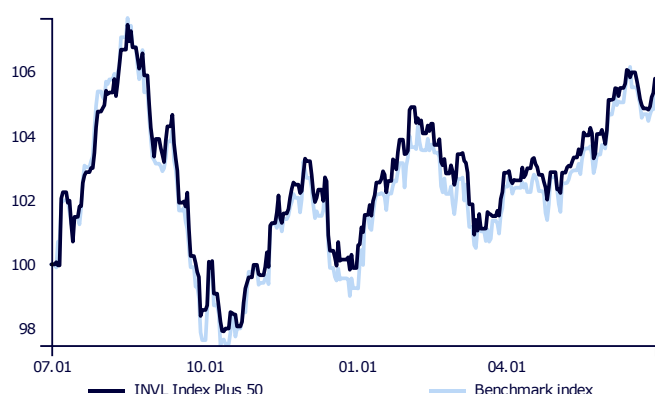
A combined strategy of investing in stocks and bonds, including their equivalent financial instruments, with the aim of outperforming fixed-income investment returns with a higher risk than the fixed income markets. This is achieved through the active portfolio management using a variety of investment objects such as collective investment undertakings, stocks, debt securities, derivatives or alternative investments. The strategic weight for asset classes other than debt securities is around 50%, but the share of these investments can vary between 30% and 70% of the assets depending on market conditions and other circumstances. This means that the proportions of fixed income, equities and alternative investments can vary significantly between periods. Proportion of alternative investments may represent up to 30% of the assets. Derivatives can be used to hedge against currency exchange rate change risk.

COMMENT

Q2 2023, like the whole half of the year, was marked by strong share price growth in major technology companies. Artificial intelligence (AI) breakthroughs and investors' expectations that the use of AI will contribute strongly to the future growth of technology companies accounted strongly to the positive sentiment. Led by new-economy-type companies, the S&P 500 index of US stocks is up over 15% since the beginning of the year, outperforming other major regions of the world. However, it is only the relatively small number of the largest companies that is driving the market's rise over the last six months - the S&P 500 index excluding technology and communications companies is almost unchanged since the beginning of the year. Also, over the last 3 months, only 20% of companies have outperformed the index over the last 3 months (80% of companies have underperformed the index), a historically low figure last seen only during the dot-com bubble of 2000.

Central banks in Europe and the US have continued to signal that their fight against inflation may not yet be over, so interest rates will have to stay high for longer. Moreover, the head of the US Federal Reserve announced that even if it decided not to raise interest rates temporarily, this would not mean a peak in rate hikes, and that the central bank would retain the option of continuing to raise rates after the pause, should such a move become necessary. For its part, the European Central Bank (ECB) has continued to send the message that interest rates will be raised as inflation remains well above its 2% target. In Q2, we continued to diversify our portfolio through investments in private markets, with a new agreement to invest in a private equity fund managed by EQT, a well-known Swedish investment manager. We are also diversifying in other ways, with a primary market participation in the bond placement of Banca Transilvania, the largest Romanian bank. These bonds, like our other holdings (Akropolis, Nova Ljubljanska Banka), offer a solid expected annual return close to that of the equity markets. In the debt asset class, we have also invested in an ETF that tracks an index of convertible debt bonds of Western European banks. This ETF has an expected yield to maturity in excess of 9% and although this type of debt is non-standard, these instruments have a preference for corporate assets over equities. During the half-year, the investment basket also participated in the bond placements of Banca Transilvania and Banca Comercială Română, the leading banks in the Romanian market, both of which are dominant in their respective markets, with strong operational performance and attractive yields on offer at the time of the placement (close to 9 and above 7.5% respectively). Also, in the local Baltic market, the Fund additionally invested in newly issued Luminor Group bank bonds, which offered a yield of 7.75% at the time of placement. Moody's took into account the bank's attractive capitalization and the increased yield and rated the bonds with a Baa1 investment grade.

GRAPH SINCE THE ESTABLISHMENT OF THE INVESTMENT DIRECTION

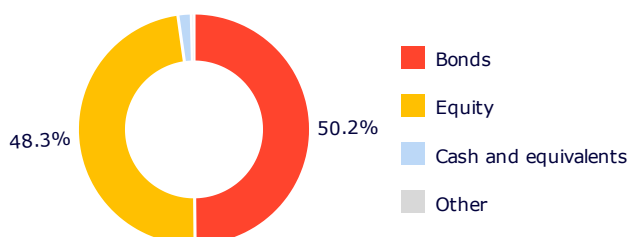


RETURN ON INVESTMENT IN DIFFERENT PERIODS

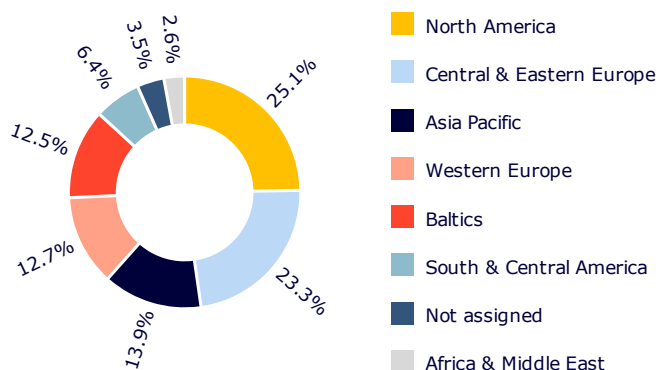
| | Investment direction | Benchmark index* |
|-------------------------|----------------------|------------------|
| 2023 Y. II QUARTER | 2,85 % | 3,19 % |
| Since start of the year | 5,90 % | 6,47 % |
| Since creation | 5,78 % | 5,68 % |

Please note that past results of the Investment Direction do not guarantee the same results and profitability in the future. Past performance is not a reliable indicator of future performance.

DISTRIBUTION BY WEALTH TYPE



GEOGRAPHICAL DISTRIBUTION**



* From July 1, 2022, the composite comparative index is applied:

45,00% MSCI ACWI IMI Net Total Return USD Index (MIMUAWON Index) (converted to EUR)
 5,00% MSCI Emerging Markets IMI Net Total Return USD Index (MIMUEMRN Index) (converted to EUR)
 11,75% Bloomberg Barclays Series-E Euro Govt 3-5 Year Bond Index (BERPG2 Index)
 11,75% Bloomberg Barclays EuroAgg Corporate 3-5 Year TR Index Value (LEC3TREU Index)
 9,40% J.P. Morgan Euro Emerging Markets Bond Index (EMBI) Global Diversified Europe (JPEFEUR Index)
 9,40% Bloomberg Pan-European High Yield (Euro) (IO2501EU Index)
 4,70% J.P. Morgan Emerging Markets Bond Index (EMBI) Global Hedged Euro Index (JPEIGHEU Index)
 3,00% European Central Bank ESTR OIS Index (OISESTR Index)

** The geographical distribution is indicated considering the countries of the economic logic of the investments, as well as the investment components of collective investment funds (CIF) and exchange-traded funds (ETF), guided by their reports. If these reports do not specify the investment components of the CIF or ETF, the country of registration of the CIF or ETF is used.

The document contains information about the past results of the investment direction of INVL Life, UADB (hereinafter - the Company), offered under the investment life insurance contract. Investing is associated with risk, the value of investments can both decrease and increase. Past results do not guarantee the same results in the future.

You are responsible for your own investment decisions, so you should thoroughly familiarize yourself with the investment insurance rules, investment direction rules, key information document, price list and other important information before making them. These documents and information are available at www.invl.com.

This information cannot be interpreted as a recommendation, instruction or invitation to invest in specific investment directions and cannot be the basis or part of any subsequent transaction. Although this information has been prepared based on sources believed to be reliable, the Company is not responsible for possible inaccuracies or losses that may be incurred by investors following it.

Largest holdings

Data as of 2023-06-30:

- INVL Equity & AI II level basket | UL2206300015 | 51,49 %
- INVL Fixed Income II level basket | UL2206300016 | 47,68 %

Composition of INVL Equity & AI II level basket:

- AKRPLS 2 7/8 06/02/26 | XS2346869097 | 0,12 %
- NOVALJ 10 3/4 11/28/32 | XS2413677464 | 1,17 %
- TVLRO 8 7/8 04/27/27 | XS2616733981 | 0,35 %
- Ignitis Grupe AB | IGN1L LH | 1,05 %
- Linas Agro AB | LNA1L LH | 0,64 %
- EQT X (No.1) EUR SCSp | B261680 | 0,26 %
- AMUNDI INDEX MSCI EUROPE ESG B | CEUG GY | 7,20 %
- Invesco AT1 Capital Bond UCITS | XAT1 GY | 2,94 %
- Lyxor MSCI USA ESG Broad CTB D | USAC FP | 8,26 %
- Lyxor STOXX Europe 600 Banks U | BNK FP | 4,06 %

Composition of INVL Fixed Income II level basket:

- LITHGB 2.3 07/13/27 | LT0000650087 | 14,48 %
- ROMANI 3.624 05/26/30 | XS2178857954 | 6,72 %
- Xtrackers II EUR High Yield Co | XHYA GY | 6,49 %
- BLACKROCK GIF I EMMK GV-I2HE | LU1373035663 | 6,24 %
- iShares J.P. Morgan USD EM Bon | IS3C GY | 4,06 %
- MACEDO 1 5/8 03/10/28 | XS2310118893 | 4,05 %
- INDON 1 07/28/29 | XS2366690332 | 3,90 %
- MEX 2 3/8 02/11/30 | XS2444273168 | 3,22 %
- BGARIA 3 03/21/28 | XS1382696398 | 2,93 %
- POLAND 1 1/2 09/09/25 | XS1288467605 | 2,89 %