

**GENERAL INFORMATION**

Start of operations	2022 07 01	Unit value of investment direction	106,96 EUR
Net asset value	267 270,06 EUR	Management fee	-

**INVESTMENT STRATEGY**

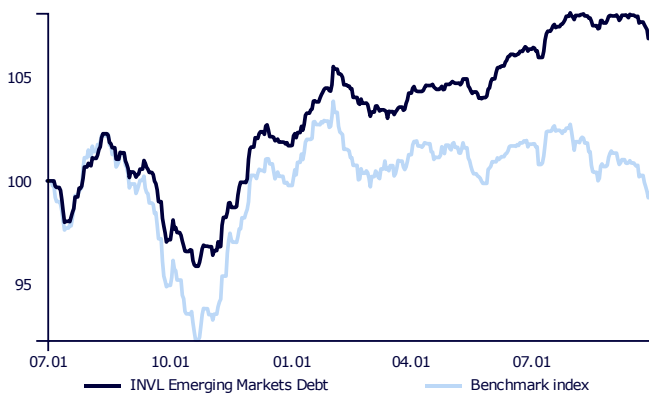
A fixed-income strategy that aims to achieve a return above the typical return of fixed-income investment products. This is achieved by selecting debt securities or equivalent investment objects, usually collective investment undertakings. The majority of assets are invested in debt securities of governments, municipalities and companies of developing countries (stock exchanges and markets), named by the credit analysis as the most credit worthy. Derivatives can be used to hedge against currency exchange rate change risk. The assets are currently invested in INVL Global Emerging Markets Bond Subfund.

**COMMENT**

Central banks in both Europe and the US have continued to signal that their fight against inflation may not yet be over, and that interest rates will have to remain elevated for longer. Although net inflation continued to retreat in the last quarter, rising oil prices have started to push up headline inflation again, raising fears and expectations that central banks will not be in a hurry to cut interest rates. The labour market is also contributing to this, where the situation continues to be quite heated, with the unemployment rate in the US remaining fairly stable at 3.8% in September and 6.4% in the euro area. Other factors also contributed to the additional bond sell-off during the quarter, with Fitch downgrading the US government rating from AAA to AA+, starting a general sell-off in bond markets. The downgrade was based on the rising US public debt and chronic fiscal deficits. As a result, bond yields (especially long-dated) rose to levels not seen since 2007. The expected yield of the bond portion of the investment basket now exceeds the expected yield of the benchmark by more than 0.5%.

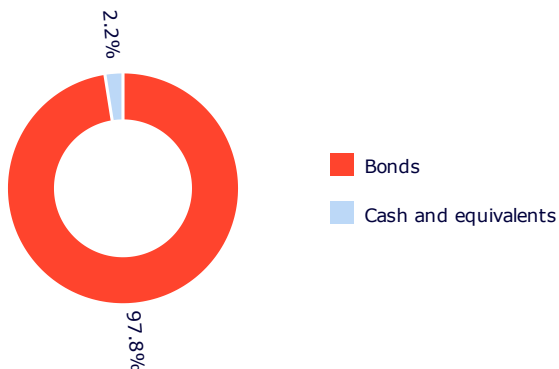
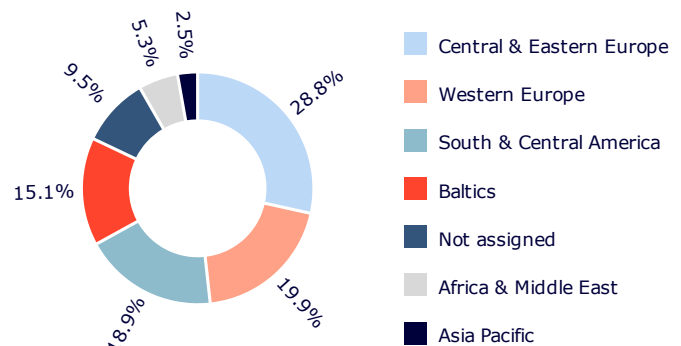
During the quarter, the basket outperformed the benchmark mainly due to the shorter financial duration of the portfolio (less sensitivity to rising yields). Among the actions taken, it is worth mentioning that we participated in the primary market in the new green issue of the Polish bank mBank (the bond yield during the placement was 8.375%).

The merger of the retail businesses of INVL and Šiaulių Bankas Group, which also includes life insurance, is expected to be completed by the end of this year. After the transaction, we will continue to work for you. The professional team that manages the investment lines and serves you will remain the same and will continue its functions in Šiaulių bankas Group, while Šiaulių bankas will offer an even better customer experience.

**GRAPH SINCE THE ESTABLISHMENT OF THE INVESTMENT DIRECTION**

**RETURN ON INVESTMENT IN DIFFERENT PERIODS**

	Investment direction	Benchmark index*
2023 Y. III QUARTER	0,56 %	-2,33 %
Since start of the year	5,17 %	-0,38 %
1 year	10,08 %	4,75 %
Since creation	6,96 %	-0,60 %

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:

50,00% J.P. Morgan Emerging Markets Bond Index (EMBI) Global Hedged Euro Index (JPEIGHEU Index)  
50,00% J.P. Morgan Corporate EMBI Broad Hedged Level in EUR (JBBSHEUR 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](http://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 2023-09-30:

- INVL GLOBAL EMERG MKT BONDS | LTIF00000666 | 97,85%