INVL Index Plus 50

2025 Y. I QUARTER

GENERAL INFORMATION

Start of operations	2022 07 01	Unit value of investment directions	121,29 EUR
Net asset value	19 401 421,30 EUR	Management fee	1,10 %

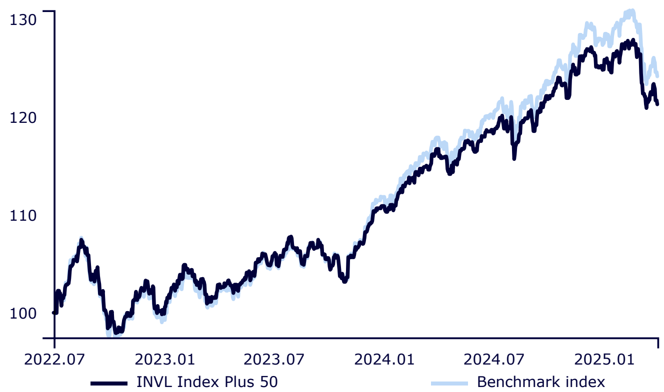
INVESTMENT STRATEGY

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

At the end of 2024, investors and analysts were almost unanimous about the start of this year. In recent years, US equities have significantly outperformed the rest of the world's stock markets in terms of returns, and with the Republicans in power and the America First policy, this trend was expected to continue or even increase. However, the reality has been different, at least so far. Uncertainty about US foreign trade policy and the level and application of import tariffs, as well as frequent changes in rhetoric, have significantly increased investor uncertainty. At the same time, volatility has increased and reinforced the, admittedly still minority, view that the US may experience a recession rather than a mild economic downturn.
The European Central Bank continued its steady rate-cutting cycle and cut interest rates 2 more times in the first quarter of the year (from 3% to 2.5%), but this did not have a significant impact on sovereign bond yields, as the cuts were already priced in. Germany approved a record €500 billion increase in its defense budget, and the parliament amended the constitution to relax the debt limits that allow increased military spending. Other European countries also announced higher defense budget plans, while increased government spending pushed up bond yields on the back of expected increases in government debt. The credit premium on corporate bonds has continued to retreat and is close to its lowest point in the last 4 years, indicating that investors view European companies as relatively safe.
Planned spending by European countries boosted European stock prices, while uncertainty over import tariffs and a cooling in tech stocks weighed on U.S. stocks. In summary, developed country equities declined by 6% overall and emerging market equities by 1.5%. This year, we have created several new bond positions. The portfolio of fund into which the assets of investment basket are invested was expanded by the Austrian investment-grade bank Kommunalkredit, which focuses on lending to the fast-growing energy and infrastructure sectors, is well capitalized and growing rapidly, and issued bonds at an attractive yield of 4.35%. We also bought a 10-year dollar-denominated bond from a well-known issuer, Poland's PKN Orlen, which at the time of the placement was issued at 6.2%. These bonds were particularly positively affected by the declining yields and strong demand for US Treasuries.
Looking ahead, it is important to note that major and minor corrections in the markets happen all the time, every year. They help the markets to self-regulate, redistributing investment from less efficient to more efficient areas. Corrections also prevent the formation of larger price bubbles. The current market correction is no different from previous ones, and at the end of the first quarter, equity indices were at the same level as they were in November last year. Meanwhile, the historical record shows long-term positive returns for equity markets, and corrective periods are good times to increase investments and their overall future returns.

GRAPH SINCE THE ESTABLISHMENT OF THE INVESTMENT DIRECTIONS



RETURN ON INVESTMENT IN DIFFERENT PERIODS

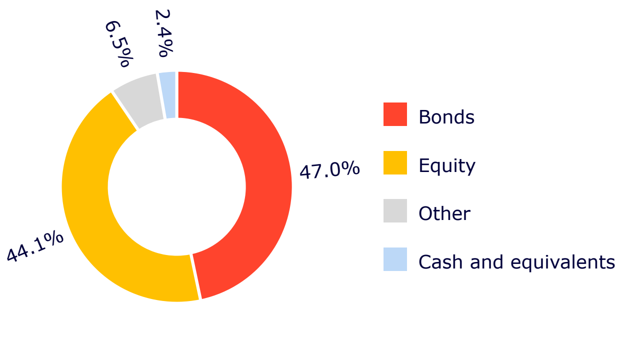
	Investment directions	**Benchmark index***
2025 Y. I QUARTER	−2,84 %	−2,64 %
1 year	3,90 %	5,30 %
Since creation	21,29 %	24,15 %

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

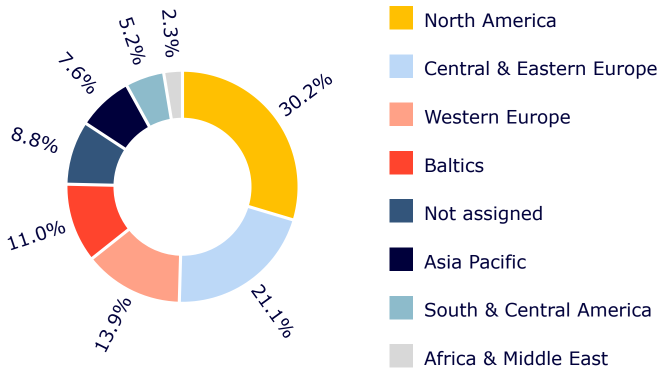
Risk level of the investment direction: 1 2 **3** 4 5 6 7

LOWER RISK ⟵⟶ HIGHER RISK

DISTRIBUTION BY WEALTH TYPE



GEOGRAPHICAL DISTRIBUTION**



* From November 30, 2023, the composite comparative index is applied:

43,50% MSCI World IMI Net Total Return USD Index (M1WOIM 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% Bloomberg Pan Euro EM: Europe Total Return Index Unhedged EUR (I04339EU Index)
9,40% Bloomberg Pan-European High Yield (Euro) TR Index (I02501EU Index)
6,50% MSCI Emerging Markets ex China Net Total Return USD Index (M1CXBRV Index) (converted to EUR)
4,70% Bloomberg EM USD Aggregate: Sovereign Total Return Index Hedged EUR (H12875EU 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.

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

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Largest holdings

Data as of 2025-03-31:

• iShares MSCI USA ESG Screened | SGAS GY | 8,87%
• Invesco MSCI USA ESG Universal | ESGU GY | 5,91%
• iShares MSCI World ESG Screene | SNAW GY | 5,39%
• Xtrackers S&P 500 Equal Weight | XZEW GY | 5,09%
• iShares MSCI EM EX-China UCITS | MTPI FP | 4,46%
• iShares MSCI Europe ESG Screen | SLMC GY | 3,33%
• BLACKROCK GIF I EMMK GV-I2HE | LU1373035663 | 3,28%
• LITHGB 2.3 07/13/27 | LT0000650087 | 3,16%
• Amundi MSCI USA ESG Climate Ne | USAC FP | 2,88%
• MACEDO 1 5/8 03/10/28 | XS2310118893 | 2,31%