

"UBB Balanced Fund"
Fund in equities and bonds



Bulletin Date: 30/09/2021

The investment strategy of the Fund includes investing in liquid fixed- income and equity securities (mainly Bulgarian but foreign as well). The total expected return is formed by: capital gains as a result of securities transactions from the company’ s portfolio, dividends on equity securities and coupon payments on fixed-income debt securities, deposit interest, etc. For achieving the primary objective of UBB Balanced Fund, management company KBC Asset Management NV - Branch applies suitable risk management methods. The management company forms and actively manages a securities portfolio that balances the risk born by the different types of financial instruments, included in the portfolio.

FUND INFORMATION

Currency	BGN
Launch date	31/01/2005
Last confirmed NAV	10,472,076.75
Last confirmed NAV per unit	18.6471
Lowest - Highest NAV per unit for the last year	14.7215-16.3630
Standard deviation for the last year	4.41%

RETURN

Year to date /not annualized/	18.99%
For the last 12 months /not annualized/	22.89%
For the last 3 years /annualized/	-3.88%
Since inception /annualized/	3.44%

LARGEST EXPOSURES /TOP 5/

	TYPE
REPUBLIC OF BULGARIA	DEBT
POLAND	DEBT
REPUBLIC OF BULGARIA	DEBT
ROMANIA	DEBT
SPAIN	DEBT

TOTAL TOP 5 24.66%

SECTOR BREAKDOWN

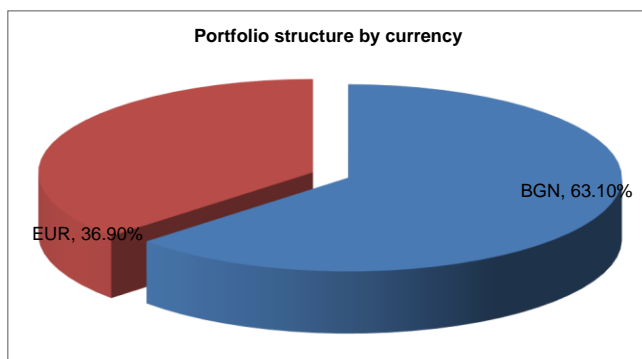
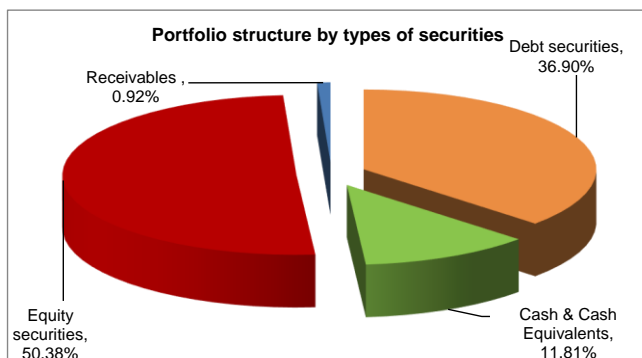
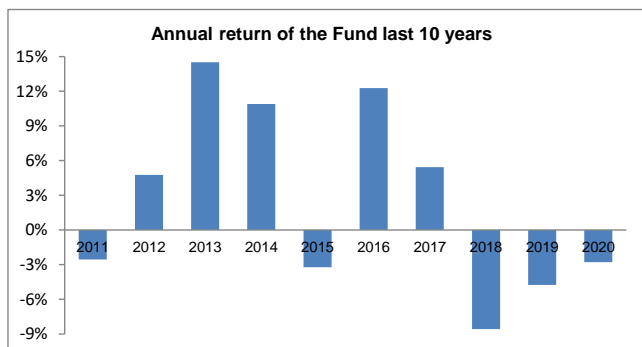
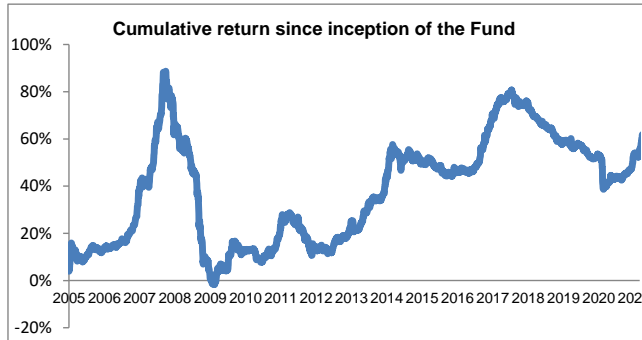
	WEIGHT
Government bonds	36.90%
Manufacturing	13.76%
Cash & Cash Equivalents	11.81%
Conglomerates	10.46%
REIT	10.24%
Information Technology	5.04%
Finance	4.29%
Transport	2.63%
Pharmaceutical Industry	2.27%
Food-processing industry	1.40%
Receivables	0.92%
Chemical Industry	0.28%

COMMENTARY

Broad indexes in developed countries were mostly in the red in September, marking the worst performance of the US broad index S&P 500 since the beginning of the pandemic. Ten out of eleven sectors in the index were in the red, while the energy sector was the only one in the green during the month. Falling sentiment was mostly because of the crisis with the Chinese real estate giant – Evergrande. In the US, the Chairman of the FED, Jerome Powell said that the central bank could begin tapering in November.

The leading world indexes finished the month mostly in the red – Dow Jones and S&P 500 felt by -4.29% and -4.76%, respectively. In Europe, the German benchmark DAX also felt by 1.87%, while the British one – FTSE 100 felt by -0.47%. In Asia, the indexes finished the month mixed. NIKKEI was in the green and rose by 4.85%, while Hang Seng lost -5.04% of its value. The Bulgarian benchmark Sofix rose by 3.40%. This is the first drop of the local index from the beginning of the year.

News of the month: According to NSI data in September 2021 r. the overall business climate indicator dropped by 2.4 percentage points compared to the previous month. The consumer price index for August 2021 compared to July 2021, measuring monthly inflation is 0.8%. The annual inflation for August 2021 compared to August 2020 is 3.7%. Seasonally adjusted GDP data according to express estimates show a growth of 9.6% during the second quarter of 2021 compared to the corresponding quarter of 2020.



- The Fund has (includes) investment focus Bulgaria



- The Fund has corresponding degree of risk (dark green color characterizes most conservative funds, and red the highest risk funds)

The information contained in this document is current as of the date stated therein. Investors should note that previous performance is not necessarily related to future performance. The value of units may decrease. Earnings are not guaranteed and there is a risk for investors not to be able to return the initially deposited funds in their full value. Investments in mutual funds are not secured by a guarantee fund established by the State or by any other type of guarantee. The information provided in this document does not constitute advice or recommendation to invest in units of KBC Asset Management NV - Branch Mutual Funds and should not be interpreted as such. It is recommended investors get acquainted with free Prospectuses, Key Investor Information Documents and Rules of KBC Asset Management NV - Branch Mutual Funds and determine their risk tolerance associated with investing in financial instruments before making an investment decision. The investors can get acquainted with the Prospectuses, Key Investor Information Documents and Rules of KBC Asset Management NV - Branch Mutual Funds at the office of KBC Asset Management NV - Branch every working day from 8.30 to 17.00 at: Sofia, Vitosha Blvd. №89-B, 6 floor, Millenium Center, in UBB AD branches within their working hours, as well as on the web site: www.ubbam.bg