

Evli Emerging Frontier IB2

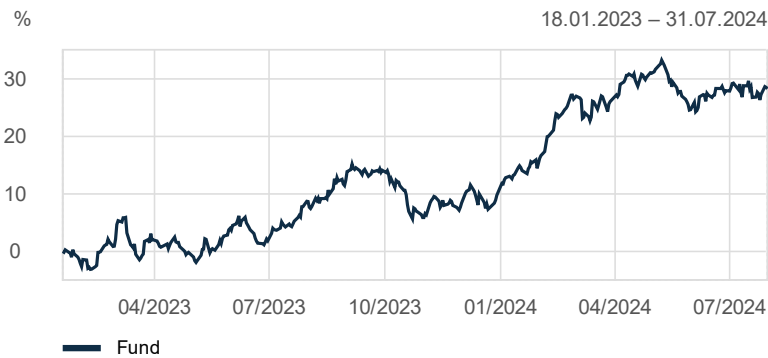
Equity fund investing in rapidly growing developing economies.

FUND MANAGER'S COMMENT

In July, the fund bought a \$150m vehicle manufacturer in Pakistan trading at 8x LTM P/E. The business has recently started producing a hybrid model under a Chinese brand, and it has proven highly successful. The company's monthly sales have been steadily growing due to overwhelming demand for the new model, while its factory still has a lot of capacity to keep ramping up production: we expect a 40%+ output growth next year. The automaker is a true hidden gem the likes of which we are hunting for across the globe: notwithstanding that it is very cheap, growing fast, and has net cash, it clearly is flying under the radar of big investors due to its size and geography; even its earnings calls are still conducted in Urdu – a rare occurrence for Pakistani companies which have switched to English long ago.

The fund also added a \$600m ecommerce and marketplace leader in Turkey controlling a third of the market. Despite its dominant standing, net cash position, and expected annual sales growth of 40% over the next three years, the company trades at a multiple of only 0.6x P/S – while its global peers trade in the range of 3x to 7x P/S. One explanation for this discount is that the stock is listed in the US where not many care about a Turkish champ. We made a recommendation to the CEO to list the company in Turkey which we believe could unlock tremendous shareholder value.

PERFORMANCE SINCE SERIES START



Past performance is no guarantee of future returns.

PERFORMANCE, %

	Fund
Year-to-Date	16.85
1 Month	0.26
3 Months	-2.06
6 Months	11.26
1 Year	18.00
Since Series Start (18.1.2023)	28.29
Since Series Start, annualized return	17.63

BASIC INFORMATION

Fund Manager	Evli Fund Management Company Ltd
Benchmark	Fund has no benchmark
ISIN	FI4000546486
CNMV Registry Number	1577
Fund Starting Date	8.10.2013
Morningstar Fund Category™	Global Emerging Markets Small/Mid-Cap Equity
Morningstar Rating™	★★★★★
SFDR	Article 8
Subscription Fee, %	-
Redemption Fee, %	-
Management and Custody Fee p.a., %	0.95
Performance Fee, % ¹⁾	20.00
UCITS	Yes

¹⁾ In order for the performance fee to be charged, the value of the fund unit series has to exceed its highest historical value and the return of the fund unit series has to exceed the annualized hurdle rate of 8% over the last 24 months.

RISK AND REWARD PROFILE

Lower risk
Typically lower rewards

Higher risk
Typically higher rewards



Read more about the fund risks and calculating the risk category from the Key Investor Document (KID).

RECOMMENDED INVESTMENT HORIZON

at least 9 years

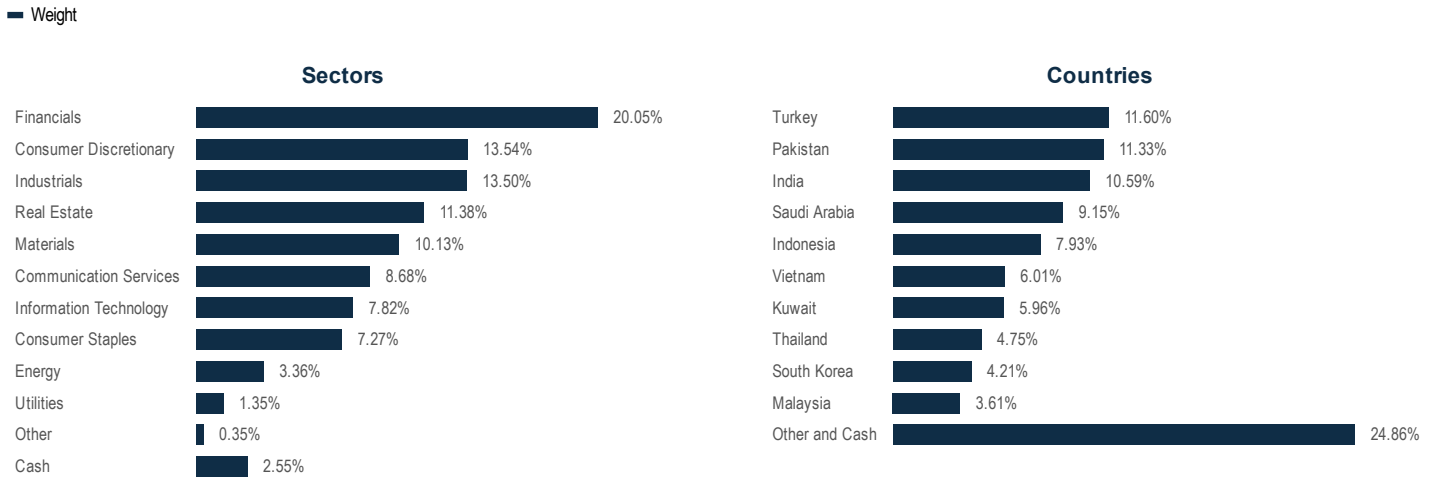
KEY FIGURES, 12 MONTHS

	Fund
NAV per IB2 Unit, EUR	128.293
Fund Size, EUR million	260.91
Volatility, %	11.32
Sharpe Ratio	1.24
TER, %	3.03
Portfolio Turnover	1.24

If an investor wishes to give feedback about the fund or receive more information, the investor may contact Evli at: Evli Plc, Investor Service, PO Box 1081, FI-00101 or fundinfo@evli.com, or may contact the local distributor of the fund which has sold the fund to the investor. Investors may also send a message via our website: www.evli.com/en/contact-us. Information on how Evli handles client feedback is available at: www.evli.com/en/client-information.

This document is a monthly factsheet and for illustrative purposes only. The information provided is not intended as investment advice or recommendation. Past performance is no guarantee of future returns. The value of the investment may rise or fall and the investors may not get back the full amount invested. Investors should read the Key Investor Document (KID), Fund Rules and Fund Prospectus before any subscription. Each of these documents is available in English at www.evli.com free of charge.

PORTFOLIO STRUCTURE



10 LARGEST INVESTMENTS

	%
Surya Semesta Internusa Tbk PT	5.36
Gravity Co Ltd	4.21
Arabian Pipes Co	4.03
IIFL Securities Ltd	3.68
Etihad Atheeb Telecommunicatio	3.55
Repc Home Finance Ltd	3.54
Moura Dubeux Engenharia S/A	3.53
Sazgar Engineering Works Ltd	3.43
Satin Creditcare Network Ltd	3.37
Gulf International Services QS	3.36

SHARE CLASS INFORMATION

Share Class	A	B	IB2	BUSD
Launch Date	8.10.2013	8.10.2013	18.1.2023	24.4.2023
Currency	EUR	EUR	EUR	USD
NAV 31.7.2024	203.152	308.418	128.293	122.863
Management and Custody Fee per Year, %	1.90	1.90	0.95	1.90
Performance Fee, %	20.00	20.00	20.00	20.00
TER per Year, %	5.53	4.42	3.03	6.27
Sales Registration	FI,SE	FI,SE,NO,FR,ES,IT,DE	FI,SE,ES,IT,DE	FI
ISIN	FI4000066907	FI4000066915	FI4000546486	FI4000550322
Bloomberg	EVEMFRA FH	EVEMFRB FH	EVEMIB2 FH	EVEMFBU FH
WKN	-	A3D50V	A3D50W	-
Clean Share	No	No	Yes	No
Minimum Investment	5,000	1,000	5,000,000	1,000
Profit Distribution	Annually	Accumulated	Accumulated	Accumulated
Target Investor	Retail	Retail	Institutional	Retail

DICTIONARY

Active Share, % measures how much fund portfolio (based on position weights) differs from the benchmark index. If active fund has same shares with same position weights as in benchmark, then its' active share is 0%. If active share % is high, fund portfolio differs largely from the benchmark.

Alpha describes the effect of the portfolio manager's investment choices on the fund's return compared with the return of an index portfolio with corresponding market risk, i.e. the additional returns attained by the fund in relation to its market risk.

Beta describes the sensitivity of the fund's value to changes in the benchmark index. If the value of the benchmark index changes by one percent, the expected change in the fund's value is beta x 1 percent. On average, the fund's value will change more than the value of the benchmark index if the beta value is greater than 1. A beta value less than 1 indicates the opposite, i.e. that the fund's value will change less than the benchmark value.

Information Ratio describes the long-term ability of a portfolio manager to add value through active portfolio management. If the Information Ratio is zero, the long-term return of the fund equals that of the benchmark index. In practice this means that the fund has outperformed the benchmark index, on average, for five years out of ten. The higher the Information Ratio, the greater the probability that the fund will outperform its benchmark. With an IR of 0.5 the fund has outperformed the benchmark, on average, in seven years out of ten, and with an IR of 1.0 in 8.5 years out of ten.

Portfolio Turnover is a measure of the length of time that a security remains in a portfolio during a given period. The portfolio turnover rate is calculated by subtracting the sum of subscriptions and redemptions of fund units (EUR S+T) from the sum of the securities bought and sold by the fund (EUR X+Y). The turnover is the abovementioned difference divided by the average market value of the fund, which has been calculated from the daily market values over the past 12 months. For example, if all assets have been sold and bought once it would equal to a turnover rate of 1. Portfolio turnover rate = $((X + Y) - (S + T)) / M \times 100 / 2$, where X = Securities bought, Y = Securities sold, S = Fund's fund units issued / subscribed, T = Fund's fund units cancelled / redeemed, M = Average total value of net assets.

R2 (R-squared) describes the extent to which the fund's performance is dependent on the performance of the benchmark index. R-squared is the square of the correlation coefficient.

SFDR In accordance with the Sustainable Finance Disclosure Regulation (SFDR), article 8 funds promote sustainability factors among other features, and article 9 funds aim to make sustainable investments. Other funds address only sustainability risks in their investments decisions (article 6 funds).

Sharpe Ratio indicates the size of return relative to risk taken. The Sharpe ratio measures the fund's return (with volatility of one percent) in excess of a risk-free return. The higher the Sharpe ratio, the more favorable the relationship between return and risk.

TER (Total Expense Ratio) is a measure of a fund's total expenses in relation to its average assets and is expressed as an annualized percentage. The expenses include all the fund's management and custody fees and any profit-related fees. Securities commissions are excluded. $TER = A + B + C + D$, where A = Management fee charged from the fund's assets, B = Custodian fee that may be charged separately from the fund's assets, C = Account maintenance and other bank charges that may be charged from the fund's assets, D = Any other fees which, according to the fund's rules, are charged directly from the fund's assets. As a rule, funds registered in Finland do not make such charges on top of trading fees.

Tracking Error indicates the risk of active portfolio management in relation to the risk of the benchmark index. The higher the number, the more the fund's performance differs from the benchmark's performance. If the tracking error is 5%, the fund's return will deviate in about two years out of three $\pm 5\%$ of the benchmark's return. The tracking error is zero if the relative weights of the fund's investments are exactly the same as in the benchmark index. Tracking error increases if investment weights are changed relative to the weights of the benchmark index.

Volatility is a risk measure generally used in financial markets. It reflects variability in the return of an investment or a portfolio. The higher the volatility, the greater the variability in return and the risk involved. If the fund's expected return is 12% and the volatility is 20%, then the fund's return for two years out of three is $12 \pm 20\%$, that is, between -8% and +32%. Volatility is calculated on the basis of the standard deviation of weekly returns and expressed as an annual percentage.

BASIC INFORMATION

Domicile	Finland
Trade Frequency	Daily
Clearing Time	Trade Date + 2
Cut Off Time	14:00 EET (Trade date)
Currency	EUR
Custodian	Skandinaviska Enskilda Banken AB (publ) Helsinki branch
Auditor	Ernst & Young
NAV Calculation, Fund Registry Keeper and Fund Management Company	Evli Fund Management Company Ltd
Global Investment Performance Standards (GIPS®) Compliant	Yes
Orders In	Shares or currency

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Sources of data: Evli, MSCI, Morningstar, Bloomberg.

Morningstar

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