

FUND'S STRATEGY

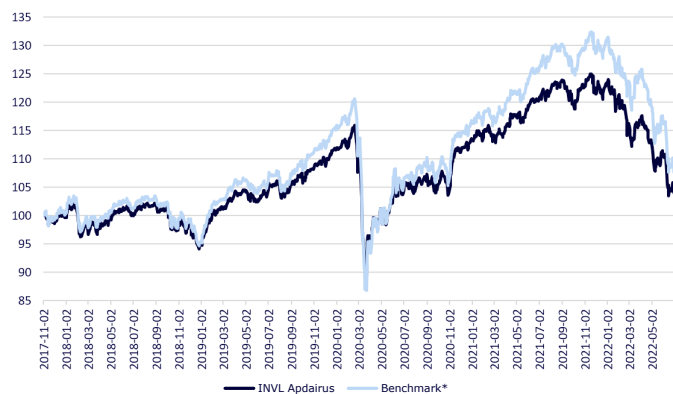
The Fund invests in stocks, bonds and investment funds, the investment directions of which are stocks, bonds, and immovable property. The fund is recommended for people who assume an average risk as an additional investment instrument, which provides the possibility to take advantage of the tax benefit and thus effectively manage personal finance. Composition: up to 70% – shares.

COMMENT

The second quarter was another difficult time for the markets after a rough start to the year. Prices continued to correct during the quarter, with negative returns on all major world equity indices. We cannot, however, say that a recession is inevitable, since the periods of negative returns are being followed by episodes of rising stock values driven by positive expectations. Markets are in a state of extremely high volatility as different factors influence asset values in opposing ways. Investor sentiment has been negatively affected by the geopolitical tensions that the Russia-Ukraine war has sparked and by rising inflation. Seeking to curb inflation expectations, the US Federal Reserve and the European Central Bank have joined other central banks around the world in a cycle of monetary tightening. The Fed unveiled its most aggressive rate hike since 1994, while the ECB suspended additional bond purchases and is preparing to raise interest rates at upcoming meetings. Further economic developments will depend on whether the Fed and the ECB succeed in cooling inflation and overheated economies without excessively hurting growth or provoking a stagflationary debt crisis. But we cannot say for certain whether the market's trajectory going forward will be positive or negative, as that will depend on a number of conflicting factors: further geopolitical developments, inflation rates, monetary tightening by the major central banks, economic indicators, corporate results for the first half of the year, the evolution of the COVID-19 pandemic, and so on.

Unsurprisingly, bond markets have seen a strong sell-off since the start of the year, driven by rising inflation and central bankers' changing rhetoric. However, in terms of bond yields, after a difficult first half of the year, yields on both low-risk and speculative-grade corporate and sovereign bonds are again becoming attractive compared to the dividend rates on equity markets. Also, as yields have risen, real interest rates have returned to more neutral levels and this may soon become a buying opportunity.

We continue giving investments in value stocks a heavier weight in our funds than they have in the respective benchmark indices because we believe these stocks tend to outperform in an inflationary environment. We are also investing more in UK equities, as they are undervalued relative to other global stocks and rising commodity prices are bolstering the outlook for UK returns. Over the last quarter, UK equities lost less than 6% of their value, while European equities plummeted 9%. Meanwhile, this pension fund invests about 30% of its assets in real estate. As real estate sales continued to decline and commodity prices rose, returns were significantly lower for Western European real estate than for global equities.

PERFORMANCE SINCE FUND INCEPTION


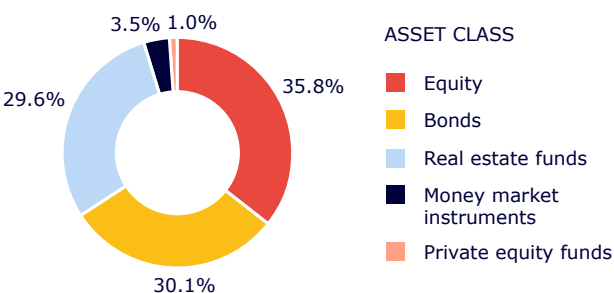
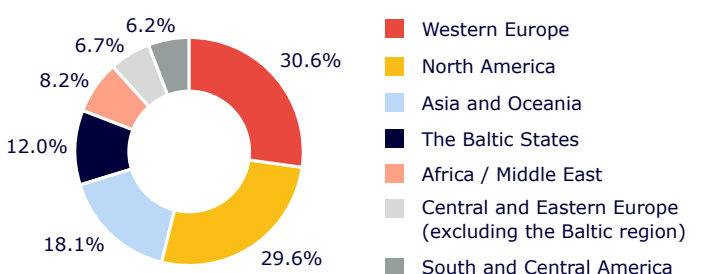
The Fund operated as SWEDBANK PAPILDOMOS PENSIJOS FONDAS from 13/05/2013. INVL Asset Management took over management of the fund from 2 November 2017. The full historical chart of the fund can be found here: <https://www.invl.com/en/pension/iii-pillar-pension/performance-of-iii-pillar-pension-funds/invl-apdairus/>

FUND'S RETURN IN DIFFERENT PERIODS

	Fund's return	Benchmark return
II quarter of 2022	-10.75%	-13.56%
1 year	-15.61%	-17.72%
3 years	0.31%	2.08%
5 years	4.03%	7.60%
Since Fund Inception	23.03%	65.97%

Please note that the fund's past performance does not guarantee the same results and profitability in the future. Past performance is not a reliable indicator of future results.

¹ INVL Asset Management has been managing the Fund since 2 November 2017.

DISTRIBUTION BY ASSET TYPES

GEOGRAPHICAL DISTRIBUTION**

FUND' INFORMATION

Net Asset Value	3 466 815 EUR
Fund's unit value	0.356 EUR
Number of Participants	1 456
Management fee	1.50 %
Partial withdrawal fee***	10%

CONTACTS

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*The pension fund benchmark was applied since 13 May 2008. The composite benchmark has been applied since 01/03/2021: 30% FTSE EPRA/NAREIT Developed Europe Total Return Index + 28% MSCI ACWI IMI Net Total Return USD Index (converted into EUR) + 15% Bloomberg Barclays Global-Aggregate Total Return Index Value Hedged EUR + 15% J.P. Morgan EMBI Global Core Hedged EUR + 7% MSCI Emerging Markets Net Total Return USD Index (M1EF Index) + 5% European Central Bank ESTR OIS Index (OISESTR Index).

**Geographical distribution is indicated with regard to the countries of the economic logic of the investment, as well as to the investment components of collective investment undertakings (CIUs) and exchange traded funds (ETFs), according to their reports. If those reports do not provide the investment components of CIUs or ETFs, the country of registration of the CIU or ETF shall be taken into account.

***Deduction for the withdrawal of part of the funds accumulated in the Fund (from the amount to be withdrawn) applies when the funds are withdrawn within two calendar years from the last withdrawal. This deduction does not apply to pension fund participants who have acquired the right to a pension benefit in accordance with the procedure established in the Pension Fund Rules.

While participating in a 3rd pillar pension fund, you will be required to pay the fees specified in the rules of the respective fund. The money accumulated in a pension fund is invested according to the investment strategy specified in the rules of the relevant pension fund. When saving in pension funds, you assume the investment and investment-related risk. The value of a pension fund can go both up and down, and you can get back less than you invested. Past performance of a pension fund does not guarantee the same results and profitability in the future. Past performance is not a reliable indicator of future results. When seven or fewer years remain before retirement, consider investing in a conservative investment pension fund (INVL STABILO III 58+/INVL Stable).

Before you make an investment decision, assess all the risks associated with the investment yourself or with a help of investment consultants. Carefully read the rules of the pension fund, which are an integral part of the pension accumulation agreement.

A fund participant may choose from the following forms of pension payment: a lump sum, periodic payments in instalments (conversion of a portion of fund units in the pension account into money to be paid out at regular intervals) or purchase of an annuity from a life insurance company.

All the information presented is of a promotional nature and cannot be construed as a recommendation, offer or invitation to accumulate assets in pension funds managed by INVL Asset Management. The information provided here cannot serve as a basis for any subsequently concluded agreement. Although this information of a promotional nature is based on sources which are considered to be reliable, INVL Asset Management is not responsible for any inaccuracies or changes in the information, or for any losses that may incur when investments are based on this information.