

UniObligacje: Nowa Europa

Bond sub-fund Central & East Europe bonds

Rating Analiz Online



Level of risk:

minimal

low

moderate

high

highest

Investment policy

The sub-fund invests in money market instruments and bonds issued by Central and East European countries, corporate bonds and other debt securities issued by entities domiciled in Central and East European countries, as well as other debt securities not mentioned above. The proportion of other investment categories in the sub-fund should be lower than 30% of the value of the assets. Sub-fund geographic area: Poland, Czech Republic, Slovakia, Hungary, Turkey, Lithuania, Latvia, Estonia, Slovenia, Cyprus, Kazakhstan, Malta, Bulgaria, Romania, Ukraine, Macedonia, Croatia, Bosnia and Herzegovina, Serbia, Montenegro, Albania.

Investments are primarily made on the basis of current ratings and the development prognoses for the macroeconomic situation of the country issuing securities, and their impact on market interest rates.

Investor profile

The sub-fund is addressed to investors who:

- demonstrate a moderate risk profile,
- plan at least a 2-year investment horizon,
- want to mitigate the risk by geographical diversification in the region,
- want to have a transparent form of investment with high liquidity,
- want to be able to change the sub-fund under the umbrella without tax on capital gains.

Sub-fund profile

Sub-fund type	bond sub-fund
Inception date	1 November 2007
Fund management company	Union Investment TFI S.A.
Stockholder of the management company	Union Asset Management Holding AG – 100%
Minimum initial and next payments	100 PLN
Maximum front-load fee according to table of fees	2%
Maximum management fee	2%
Actual management fee	2%
Sub-fund manager	Andrzej Czarnecki
Net asset value	85.51 mln PLN
Value of participation unit	192.65 PLN
Bank account numbers	65 1880 0009 0000 0013 0053 1000

Recommended minimal investment horizon:



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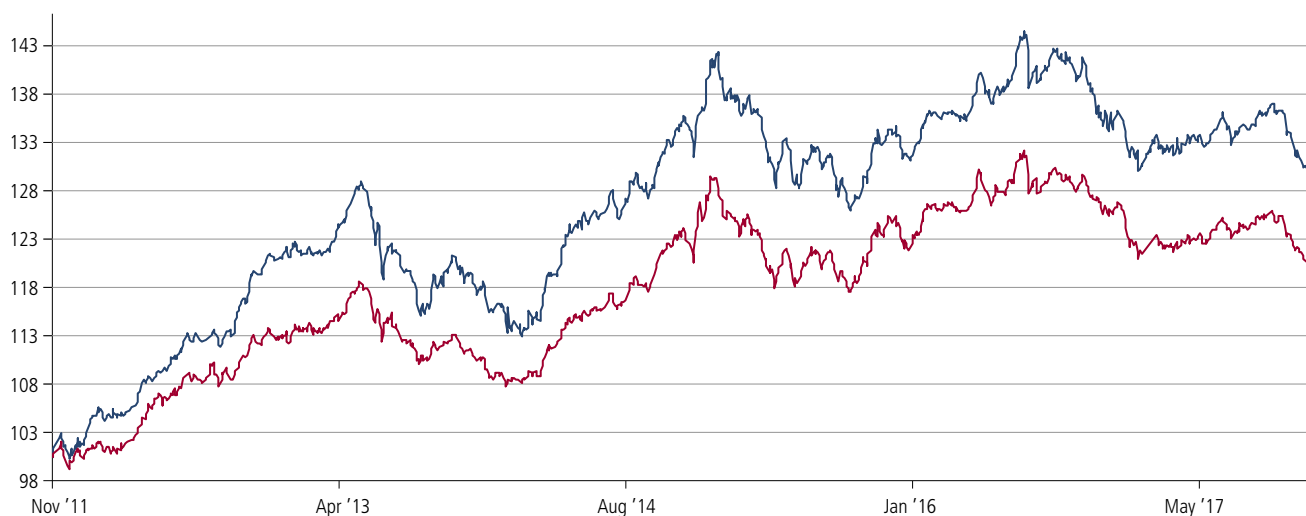
Sub-fund performance vs. benchmark*

	1 month	3 months	6 months	1 year	2 years	5 years	10 years
UniObligacje: Nowa Europa (%)	-2.49	-5.11	-3.22	-5.32	-3.74	7.48	91.23
Benchmark (%)	-1.89	-4.37	-3.08	-5.49	-4.33	6.10	67.68
Difference	-0.60	-0.74	-0.14	0.17	0.59	1.38	23.55

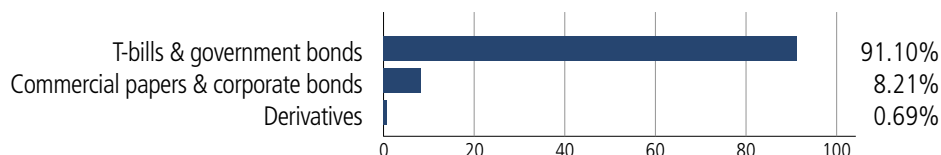
* Performance of the sub-fund and its benchmark is calculated on the basis of last working days of each month.

Sub-fund performance vs. benchmark

— UniObligacje: Nowa Europa
 — Benchmark UniObligacje: Nowa Europa



Asset allocation



Benchmark¹

Merrill Lynch Poland, Hungary, Czech, Turkey, Slovakia Government Index (in PLN)

¹ The model portfolio, which is a point of reference to evaluation of fund assets management results.

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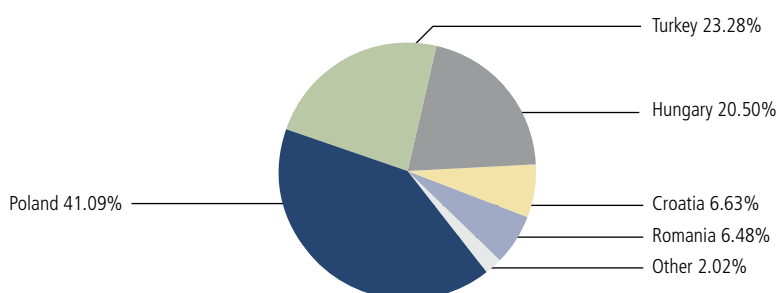


high

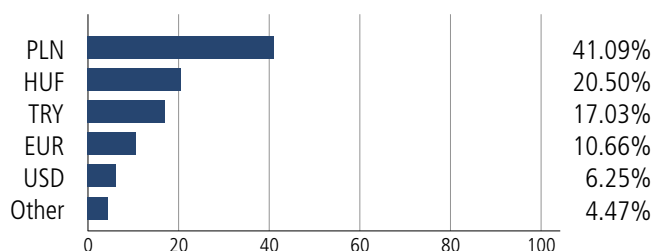


highest

Geographic allocation of portfolio capital



Currency risk structure



Risk measures

	12 m
Beta to benchmark	1.15
Beta to WIG	0.07
Information ratio	0.13
Tracking error	1.30%
Sharpe's ratio	-1.17
Standard deviation	5.82%
Duration*	5.97

* Modified duration; information as of 31.08.2017.

Dictionary

Beta to benchmark – this ratio shows the relation between changes in the value of a fund unit and the benchmark. Beta of 1 means that changes in the value of a fund unit are the same as of the benchmark, which suggests that the composition of instruments in the fund is the same as the composition of instruments in the benchmark. Beta below 1 means that a growth (decrease) in the benchmark by 1% is usually connected with a growth (decrease) in the value of a fund unit by less than 1%. Beta over 1 means that a growth (decrease) in the benchmark by 1% is usually connected with a growth (decrease) in the value of a fund unit by more than 1%.

Beta to WIG – this ratio shows the relation between changes in the value of a fund unit and changes in the WIG index. Beta of 1 means that changes in the value of a fund unit are the same as changes in the WIG index. Beta below 1 means that a growth (decrease) in the benchmark by 1% is usually connected with a growth (decrease) in the value of the WIG index by less than 1%. Beta over 1 means that a growth (decrease) in the WIG index by 1% is usually connected with a growth (decrease) in the value of a fund unit by more than 1%.

Information ratio – this ratio shows the profitability of risk borne by the fund compared to its benchmark. The higher the information ratio, the lower the risk at which the return of the fund is generated compared to the benchmark. The fund with the information ratio over 0.3 is considered as effectively managed.

Tracking error – this ratio shows how risky the given fund is compared to its benchmark. The higher the ratio, the more aggressively is the fund managed compared to its benchmark. The ratio is used to compare the risk of funds with a similar profile (e.g. equity funds).

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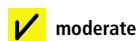
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10 biggest positions*

HGB0620	ISIN: HU0000402953	11.14%
WZ1122	ISIN: PL0000109377	10.17%
DS1020	ISIN: PL0000106126	6.52%
ROM0727	ISIN: RO1227DBN011	6.47%
PS0420	ISIN: PL0000108510	5.68%
PS0422	ISIN: PL0000109492	5.67%
PS0721	ISIN: PL0000109153	4.84%
TUR0122	ISIN: TRT120122T17	4.28%
HGB1021	ISIN: HU0000403100	3.37%
TUR0324	ISIN: TRT200324T13	3.14%

* Information as of 30.06.2017.

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Presented financial information concerns the indicated period in the past and does not constitute a guarantee of achievement of similar results in the future.

The result presented does not include front-load fees associated with investing in a given sub-fund or taxes. Front-load fees and applicable taxes may be deducted from the result.

The UniEURIBOR sub-fund is denominated in EUR. Incoming and outgoing payments by way of purchase or sale of participation units in the sub-fund are made in EUR. In the event a participant intends to obtain investment returns in a currency other than EUR, the participant must take into account the fact that any returns may increase or decrease as a result of currency fluctuations.

The UniDolar Pieniężny sub-fund is denominated in USD. Incoming and outgoing payments by way of purchase or sale of participation units in the sub-fund are made in USD. In the event a participant intends to obtain investment returns in a currency other than USD, the participant must take into account the fact that any returns may increase or decrease as a result of currency fluctuations.

No guarantee of achievement of the objectives of the investment funds; there is a possibility of a decrease in value, including the loss of a part of the invested funds.

A high volatility of the net asset value: UniAkcje Małych i Średnich Spółek, UniAkcje Sektory Wzrostu, UniAkcje: Nowa Europa, UniKorona Akcje, UniKorona Zrównoważony, UniStabilny Wzrost, UniObligacje: Nowa Europa and UniAkcje: Turcja, UniAkcje Dywidendowy in UniFundusze^{FIO}, UniObligacje Aktywne, UniAkcje: Daleki Wschód, UniEURIBOR, UniAkcje Biopharma, UniAkcje Selektowny Globalny in UniFundusze^{SFIO}.

The possibility of the deposit more than 35% of assets of UniKorona Pieniężny, UniKorona Obligacje, UniStabilny Wzrost, UniKorona Zrównoważony, UniAkcje: Daleki Wschód, UniAktywne Pieniężny, SGB Zagraniczny, SGB Dłużny, UniGotówkowy Aktywa Polskie in securities issued or guaranteed by the Polish Treasury or the Polish National Bank, and in the case of UniDolar Pieniężny, UniObligacje: Nowa Europa, UniAkcje: Turcja, UniAkcje Dywidendowy and UniLokata also in securities issued or guaranteed by: Australia, Austria, Belgium, Bulgaria, Canada, Cyprus, Czech Republic, Denmark, Estonia, Finland, France, Germany, Great Britain, Greece, Hungary, Iceland, Ireland, Italy, Japan, Latvia, Lithuania, Luxembourg, Malta, Mexico, Netherlands, New Zealand, Norway, Poland, Portugal, Romania, Slovakia, Slovenia, South Korea, Spain, Sweden, Switzerland, Turkey, United States of America and the European Investment Bank and World Bank (The International Bank for Reconstruction and Development).

Information prospectuses, Key investor information, information for clients of AIF, tables of fees, information on investment risk and taxes are available through the website: www.union-investment.pl.

Union Investment TFI S.A. operates under a licence from the Securities and Exchange Commission (currently: Polish Financial Supervision Authority) of 1 June 1995, no. of decision KPW-4073-1/95.

Any questions?



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