

STK Emergent monthly NAV report

May 2022

Fund profile: alternative investment fund (AIF) listed on the Bucharest Stock Exchange

Fund objectives: invested capital increase, a 25% return per year on the managed assets and a return higher than the BET market index (1.3 x return of the BET index), distributing dividends to investors of the realised profit

Number of fund units in circulation: 609,753

ASF authorization: 232/15.11.2021, Reg.no.

CSC09FIAIR/120013

Depository: BRD - GSG

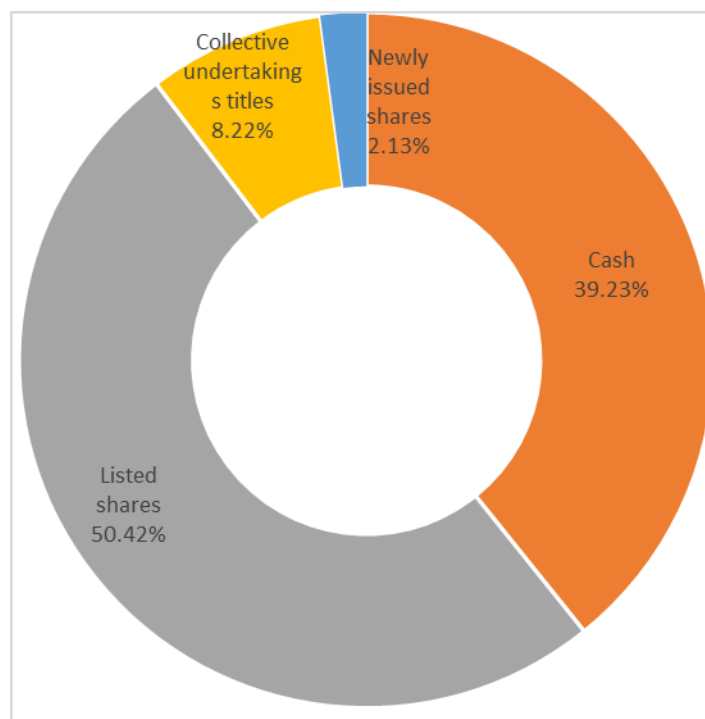
1. Fund assets

RON	April 2022	May 2022
Unlisted shares	37,840,961	23,237,748
Tradeable portfolio	30,218,809	47,344,864
<i>Listed shares</i>	7,889,795	23,657,307
<i>Bonds</i>	428,741	426,688
<i>Newly issued securities</i>	1,000,000	1,000,000
<i>Cash</i>	17,035,012	18,404,851
<i>Collective undertakings titles</i>	3,865,261	3,856,018
Payable dividends	1,219,506	1,219,506
Other liabilities	141,927	146,375
Net assets	66,698,337	69,216,731
NAV per unit	109.39	113.52

As of 31 May, 2022, the Fund's net assets amounted to RON 69.2 mln, up by 3.7% compared with the end of April. The rise has been caused mainly by the listing of STK Properties SA on the Bucharest Stock Exchange. This company, together with Emergent Real Estate SA, hold the 1.9 ha land in Cluj-Napoca, where we intend to develop a real estate project whose details are available on the project's website: www.greensquare.ro.

The process of authorizing the PUZ (Zonal Urban Plan) is in the stage prior to the Decision of the Local Council so that, on the 7th June, in the public sitting of the CTATU (Technical Commission for Territory and Urban Planning), the project was favorably endorsed and the document is about to be released.

2. Tradeable portfolio



The tradeable portfolio stands for 67% of the Fund's assets. The cash accounts for approx. 40% of the portfolio, as a result of the prudential policy on the exposure to the market risk.

The defining factors in the market are, in our opinion, the rising trend of inflation (supported by experts' debates on reaching the top), the interest rises as a result of inflation, the spike in energy prices (as main driver of inflation). The increase in oil prices has an economic side (given the rise in demand and the weaker supply as a result of underinvesting in the industry in the last years) and a political side linked to the war in Ukraine (with negative effects on supply). Taking into account the above mentioned factors, it seems that a high liquidity might be the right decision in order to mitigate the risk and, subsequently, to take advantage of the market trend.

STK FINANCIAL AFIA SA

400423 Cluj-Napoca, Mihai Veliciu nr. 3, tel./fax 0264591982, www.stk.ro, office@stk.ro

Operator date cu caracter personal nr. 30711, Autorizația ASF nr. 94/28.03.2018

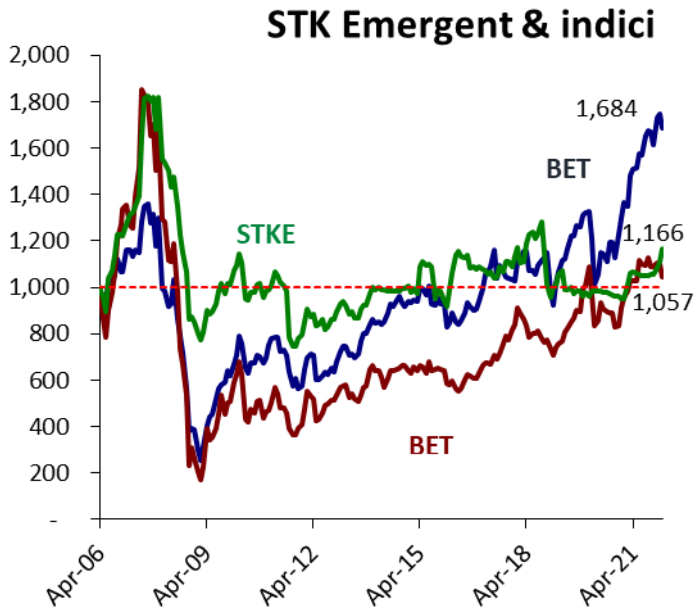
Nr. Reg. ASF PJR07¹AFIAA/120008, CIF 17772595, J12/2600/2005, Capital social: 913.724 lei

3. Changes in the NAV per share

At the end of May, the NAV per unit stands at RON 113.52, up by 3.7%.

The BET index of the Bucharest Stock Exchange reached the level of 12,510, down by 4.22% from the beginning of the year, BET-FI reached 49,715 (-4.68% in 2022), STKE at RON 113.52, +8% in 2022.

Comparative chart of STK Emergent and the Bucharest Stock Exchange Indices between start-up and May 2022:



STK E*- NAV per unit adjusted for dividends

From launch to the end of May the net asset value per unit registered a *positive variation of 19.5%*, the BET index increased by 65.7% and the BET-FI index by 5.4% over the same time frame.

Past fund performance is no guarantee of future results!

Read the documents of incorporation before investing in this fund.

STK FINANCIAL AFIA SA

400423 Cluj-Napoca, Mihai Veliciu nr. 3, tel./fax 0264591982, www.stk.ro, office@stk.ro

Operator date cu caracter personal nr. 30711, Autorizația ASF nr. 94/28.03.2018

Nr. Reg. ASF PJR07¹AFIAA/120008, CIF 17772595, J12/2600/2005, Capital social: 913.724 lei